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STATE DOCUMENTS

ANNUAL REPORT 1985-1986

Printed Under The Direction Of The
State Budget And Control Board

November 15, 1986

The Honorable Richard W. Riley and
Members of the General Assembly
of South Carolina

Dear Governor and Members:

I have the honor of transmitting herewith the Annual Report of the State Treasurer for the Fiscal Year ended June 30, 1986.

As you know, South Carolina enjoys the cherished and coveted AAA Credit Rating by both rating services. There are only six other states that are rated AAA by both rating services.

South Carolina continues to manage its limited resources in a prudent and equitable manner. The State has maintained its fiscal stability and kept its budget balanced.

I am pleased to say that the State has maintained its AAA credit rating.

Perhaps it would be helpful and beneficial to again set forth the principle elements of a credit rating.

"Credit" means trust; credibility; confidence in the ability and the intention of a person or institution to pay, based on its solvency and probity thereby entitling it to be trusted in borrowing or buying.

General obligation bond ratings are based on the State's ability and willingness to generate the revenues to repay the debt. The ability to actually generate such revenues depend upon numerous factors but generally fall into four broad categories.

1. Economic (Economic Base)
2. Financial
3. Debt
4. Administrative

1. Economic (Economic Base)--Standard and Poor's says that the State's "economic base is the most critical element in Standard and Poor's determination of (State) municipal bond ratings."

Income levels and the rate of income growth are factors in evaluating the economic base. Trends in the employment mix and of labor force growth are very important. The leading employers and taxpayers are weighed carefully in relation to the types of industry involved, their commitment to the area, expansion plans, and the age of the physical plant.

2. Financial--Financial analysis requires an understanding of the accounting practices employed and their impact on the operating statements of the State. Historical budget practices are studied as well as the revenue structure as it relates to economic conditions. Cash flow during the year is very important. South Carolina enjoys excellent cash flow in relation to expenditures.

Moody's Investors Service says that financial operations are enhanced by the prevalence of a State reserve in an amount equal to 4% of General Fund revenues.

Expenditure growth is an important element in the credit rating as it relates to pension fund requirements. South Carolina has one of the best retirement systems in the country.

The benefits are considered adequate and the yield on the portfolio is among the highest in the country considering quality and safety of the investments. The retirement system is adequately funded with conservative actuarial assumptions.

3. Debt Factors--Debt factors include the nature of the security being sold such as general obligations or revenue bonds.

Such things as debt issuance, debt history, debt burden, and debt payout schedules are considered. The debt burden is measured against the issuer's total budget resources and income, which constitutes its current ability to pay. In general, the debt burden on a budget is viewed as "high" if it exceeds 20% of annual expenditures according to Standard and Poor's.

South Carolina's debt burden each year is limited by the State Constitution to an annual payout of 5% of the revenue of the latest completed fiscal year.

Annual debt payments have remained well within the Constitutional limitation of 5% and the statutory limitation of 5%. These limitations have contributed immeasurably to the orderly management of debt and retaining of our AAA credit rating.

4. Administrative Factors--Tax rates, collections, and collection procedures are examined over a ten-year period. Tax due dates and delinquency rates are analyzed for their possible effect on cash flow.

Other administrative factors include the quality of management, budgeting techniques, labor relations, management controls and long-range planning.

Investment of its sales and income tax revenues as well as all other revenues play a significant part in the overall assessment of management controls and techniques. Our investment program produced about \$76,000,000 this year and is the third largest revenue producing source after income tax and sales tax.

In the end a general obligation debt does indeed depend upon faith and credit of the State. The faith factor is the track record of the State. How has the State performed in the past under difficult financial environments? Is the management to be believed?

These two questions are really the key issues in maintaining our credit rating. In response thereto, the State continues to perform well during the difficult financial circumstances, and I continually keep the rating services, Moody's and Standard and Poor's, informed with periodic reports and updates which are basic in the rating process.

The Local Government Investment Pool which is run and managed by this office performed very well during the year. The General Assembly in 1983 authorized the establishment of a Local Government Investment Pool in this office. Local governments may invest on a voluntary basis in this Pool for temporary periods any funds which they may not need to pay bills for brief periods. This Investment Pool affords political subdivisions another investment tool in which to make short-term investments.

Earnings on such investments provide cities, counties and local governments additional funds to meet the needs of their citizens without a tax increase.

At the end of the fiscal year fifty-six political entities had participated in the Local Government Investment Pool and had invested \$179,606,686.20.

Our investment program and yields are among the best in the country. We continually upgrade and improve our investment techniques in order to produce the maximum earnings.

We have embarked on a three-year program which will produce additional earnings. This program will identify the latest state-of-the-art techniques in the management of funds and will be implemented over the three-year period. This program will place the State on the cutting edge of the latest technology in management of funds and will continue South Carolina in its leadership role of financial management and fiscal responsibility.

Lease purchase agreements for the purchase of buildings has become a problem in this State. The State ends up paying 40% to 65% more for buildings when financed through lease purchase agreements than it would pay through issuing General Obligation Bonds.

The main reason for these additional costs is additional fees such as:

Underwriters Fees	- State issues at public bids
Insurance	- State has no insurance cost
Capitalize Interest	- State has no capitalized interest
Debt Service Reserve	- State has no debt service reserve
Higher Interest Cost	of 1-2%

These fees and expenses are capitalized up front and thus adds significantly (65%) to the payback expense of the project.

The argument is made that you get the project sooner. That may be true, but is getting the project sooner worth the 65% increase in cost?

Some have argued that lease purchase obligations are not debt. This argument is not valid in that logic tells us they are debt.

The rating services consider such obligations debt. Moody's Investors Service said "...that while it is true that 'by definition,' lease debt does not adversely affect general obligation bond ratings, it is equally true that lease debt is considered debt of the obligor and undue proliferation of such indirect debt may well have adverse consequences for general obligation ratings. In addition, the accumulation of debt, whether incurred on the security of a general obligation, special tax, lease or other pledge, can always have adverse effects on ratings."

Standard & Poor's Corporation said "...although lease agreements are technically not debt in the statutory sense, Standard & Poor's considers it a debt payable from State revenues and includes leases in the calculation of total debt payable. We treat leases this way, even though we are aware that leases are generally subject to annual appropriations. In summary, Standard & Poor's considers lease debt a part of the obligation a state has to service its total commitments."

Lease purchase agreements for buildings circumvent the discipline and self-imposed limitations on debt in the Constitution and the expense of the project is substantially increased. Lease purchase agreements for buildings cost the taxpayers about 65% more than general obligation bond financing. The General Assembly should address this problem as quickly as possible. Moreover, the accumulation of such debt will adversely affect our AAA Credit Rating.

I offer these comments and concerns to point up some challenges that face the State.

With kindest regards, I am

Very truly yours,

Grady L. Patterson, Jr.
State Treasurer

GLPJr:cp

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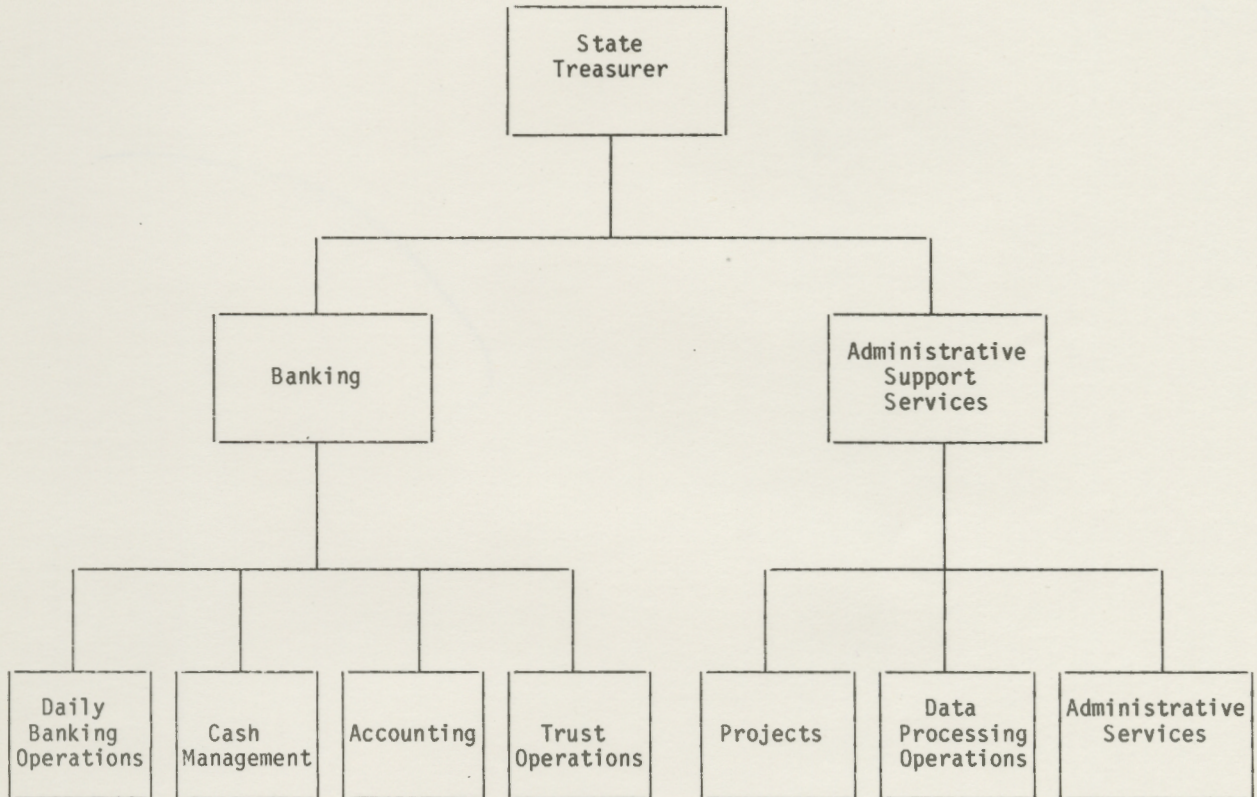
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ORGANIZATIONAL CHART



State Treasurer. Grady L. Patterson, Jr.

Deputy State Treasurers: Sandy A. Gee

. J. Michael Ey

Senior Assistant State Treasurers:

Cash Management. Kenneth M. Cliatt

Accounting Melvin S. Commins

Operations Willie F. Pratt

Banking Operations/Administration. J. Ralph Rabon

Projects/Trust Operations. Michael L. Windham

STATEMENT OF BOND DEBT AND NOTES

As of June 30, 1966
(Referred to the nearest dollar)

Date of Bond	Description of Bond	Date of Issuance	Original Face	Retired Prior to 07-01-65	1965-66		Outstanding 06-30-66
					Issued	Retired	
05-01-77	State Institutions and Health Center	4-26-77	\$ 3,000,000	\$ 1,000,000	\$ -	\$ 250,000	\$ 1,750,000
05-01-77	Chadron University	4-27-77	7,500,000	7,500,000	-	300,000	6,200,000
	Total Chadron University bonds				\$ -	\$ 550,000	\$ 7,800,000
06-01-77	Winthrop College	4-26-77	500,000	500,000	-	125,000	\$ 375,000
	Total Winthrop College bonds				\$ -	\$ 125,000	\$ 375,000
08-01-77	Medical University	4-26-77	1,100,000	1,100,000	-	300,000	\$ 800,000
08-01-77	Medical University	4-26-77	1,100,000	-	-	300,000	\$ 800,000
08-01-77	Medical University	4-26-77	1,100,000	-	-	300,000	\$ 800,000
08-01-77	Medical University	4-26-77	1,100,000	-	-	300,000	\$ 800,000
	Total Medical University bonds				\$ -	\$ 1,200,000	\$ 2,000,000
10-01-85	Tri-County Inc.	10-01-85	1,000,000	-	-	300,000	\$ 700,000
	Tri-County Inc.	10-01-85	1,000,000	-	-	300,000	\$ 700,000
	Total Tri-County Inc. bonds				\$ -	\$ 600,000	\$ 1,300,000
	Total State Institutions and Health Center				\$ -	\$ 10,650,000	\$ 16,275,000

COMMENTS

I. FISCAL ADMINISTRATION AND PLANNING

The Budgeting Process

From a fiscal standpoint, the most important State agency is the State Budget and Control Board of which the State Treasurer serves as a member along with the Governor (its Chairman), the Comptroller General, the Chairman of the Senate Finance Committee and the Chairman of the Ways and Means Committee of the House of Representatives. The State Budget and Control Board is responsible for each annual State budget. It holds public hearings at which representatives of State agencies appear to present requests for appropriations. Having conducted its hearings, the Board prepares and submits to each House of the General Assembly a recommended budget. During its 1985 Session, the South Carolina General Assembly ratified a constitutional amendment voted upon favorably at the November 6, 1984, General Election, providing that annual increases in State appropriations may not exceed the average growth rate of the economy of the State and that the annual increase in the number of State employees may not exceed the average growth of population of the State.

The South Carolina Constitution mandates the General Assembly to provide a balanced budget and the General Assembly is directed to provide by law for the reduction of appropriations as may be necessary to prevent a deficit.

For many years, the General Assembly in each annual appropriations bill has required the State Budget and Control Board to monitor the collection of revenues and the expenditure of funds and to effect such reductions of appropriations as may be necessary to prevent a deficit. This power has been frequently exercised. In the fiscal year ended June 30, 1971, reductions were made in the second quarter which converted an apparent deficit into a surplus in excess of \$8 Million. In the fiscal year ended June 30, 1976, when it appeared that estimated revenues were unlikely to produce sufficient moneys to obtain 100% of the sums appropriated, reductions aggregating \$61 Million were made on the basis of then projected revenues. Despite these reductions a deficit of \$16,309,444 occurred. Again in the fiscal year ended June 30, 1977, the State Budget and Control Board exercised this power and made cutbacks in excess of \$37 Million. This time its effort was successful and the State ended the fiscal year with a cash surplus of \$21 Million. During the fiscal year ended June 30, 1981, \$6,968,758 representing the unreserved fund balance as of June 30, 1980, was utilized for current operating expenses; despite this, a deficit of \$3,406,225 was experienced.

In the fiscal year ended June 30, 1982, despite efforts on the part of the State Budget and Control Board, a deficit, viz. \$55,369,241, occurred. In December, 1981, the Board of Economic Advisors advised the State Budget and Control Board that there would be a shortfall of \$40 Million in the revenues to be received during the fiscal year to end June 30, 1982. The Board promptly ordered a 2% cut in expenditures designed to produce a \$38 Million savings. However, in April of 1982, the Board of Economic Advisors reported that there would be an additional \$20 Million shortfall. The State Budget and Control Board held an emergency meeting on April 7, 1982, and advised all State agencies and State institutions to freeze all equipment purchases and hiring not yet committed, to purchase no supplies not necessary for the 1982 Fiscal Year, to make no transfer from one budgeted category to another and to utilize revenues from all sources prior to expending State appropriated money. The economy of the State and the nation continued to deteriorate and despite the efforts made by the State Budget and Control Board, a deficit resulted.

In the fiscal year beginning July 1, 1982, the State faced similar economic problems. Earlier, in June, 1982, the Board of Economic Advisors had advised the Governor that he should anticipate a downward revision on State revenues for the fiscal year to end June 30, 1983. On that basis, the Governor vetoed items in the Appropriations Act intended to produce a \$52 Million savings in order to put the budget in balance. The Governor's vetoes were with minor exception sustained. Following the Governor's action, the State Budget and Control Board ordered further budget reductions aggregating \$5,951,853.

In September of 1982 the State Budget and Control Board was told by the Board of Economic Advisors that there would be an additional decline in revenues. Accordingly, a 4.6% cut was ordered on the premise that this would produce a balanced budget. Conditions continued to deteriorate and in March of 1983 the State Budget and Control Board ordered additional budget reductions aggregating \$4,759,000. This time its effort was successful and the State ended the 1983 Fiscal Year with a cash surplus of \$9,921,197.

I. FISCAL ADMINISTRATION AND PLANNING, ContinuedThe Budgeting Process, Continued

At its July 1985 meeting the State Budget and Control Board, acting upon advice that a shortfall in General Fund Revenues for the fiscal year ending June 30, 1985, might develop, froze all supplemental appropriations pending the final accounting of the General Fund for Fiscal Year 1985.

On August 8, 1985, the State Budget and Control Board was advised that General Fund expenditures for the fiscal year ended June 30, 1985, did exceed General Fund Revenues by \$11,936,636. The State Budget and Control Board delayed certain hiring and capital improvements scheduled to be made in Fiscal Year 1986 in an amount sufficient to meet the Fiscal Year 1985 budget shortfall.

In January of Fiscal Year 1985-86, the State Budget and Control Board was advised of a possible shortfall in revenue of \$46,346,968. The Board immediately reduced state agency appropriations by the amount of the anticipated shortfall. Notwithstanding this action, at the end of Fiscal Year 1986, it became apparent that a shortfall for such fiscal year would result. In August of 1986, the State Budget and Control Board voted to fund the \$43,439,883 deficit by transferring \$37,353,727 from the Reserve Fund and deferring the funding of 1985-86 supplemental appropriations of \$6,086,156 until Fiscal Year 1987 when the sales tax revenue for such appropriation will be collected.

In 1978, the South Carolina Constitution was amended to provide for a General Reserve Fund equal to 5% of the General Fund revenue of the last completed fiscal year. In 1984, upon a favorable vote of the electorate, the General Reserve Fund was reduced to 4%. The General Reserve Fund may only be used for the purpose of covering operating deficits of state government. The percentage rate may be reduced to three percent or increased to five percent upon an affirmative vote in each branch of the General Assembly by two-thirds of the members present and voting, but not less than three-fifths of the total membership in each branch. Any amount withdrawn to cover year-end operating deficits must be restored within three fiscal years. In the first two years, an amount equal to one percent of General Fund revenue of the latest completed fiscal year must be restored with two percent in the third year.

At June 30, 1986, the balance in the Reserve Fund was \$89,128,404. At the close of the fiscal year, but after June 30, 1986, \$37,353,727 from the Reserve Fund was transferred to the General Fund bringing the balance in the Reserve Fund to \$51,774,677.

Code Section 11-11-310, as amended, provides for the establishment of a Capital Expenditure Fund. The General Assembly appropriated an amount equal to 1/2 of 1 percent of estimated General Fund revenue for the Fund in Fiscal Year 1985-86. The Fund may be used for the purpose of accelerating the Retirement of State bonded indebtedness or for the purpose of avoiding the issuance of bonds for projects that are authorized but not issued. In addition to these two purposes, beginning in Fiscal Year 1986-87, the appropriation for the fund must be reduced to the extent necessary to avoid a deficit prior to the Budget and Control Board mandating other cuts to avoid a deficit.

The State Auditor is required by law to annually audit the affairs of all agencies and institutions of the State.

Originally established by the State Budget and Control Board, the General Assembly in Act 151 of 1983, statutorily created the Board of Economic Advisors. The Board is composed of one member, not a State employee, appointed by the Budget and Control Board; the Chairman of the State Tax Commission; the Director of the Division of Research and Statistical Services; and the Chief Economist of the Division of Research and Statistical Services. The Board is responsible for making forecasts of revenues and adjustments thereto and reporting periodically to the Governor, the Budget and Control Board and the General Assembly.

Although South Carolina law permits the passage of acts which might require the expenditure of moneys, virtually all appropriations are contained in the General Appropriations Act, and Acts supplemental thereto.

I. FISCAL ADMINISTRATION AND PLANNING, Continued

Accounting System

The Offices of the Comptroller General and the State Treasurer are charged with the responsibility of maintaining separate accounts of appropriations and the State Treasurer issues checks pursuant to warrants drawn by the Comptroller General. Present laws permit 10 institutions or agencies to withdraw "lump sums" from the State Treasury and deposit these moneys in bank accounts for subsequent disbursement. These institutions or agencies are charged with the responsibility for maintaining their own detailed record of expenditures and receipts. The details of receipts and expenditures of all other agencies are maintained by the Office of the Comptroller General and all vouchers for these agencies are approved by that Office.

Constant monitoring of the institutions' or agencies' bank accounts referred to above is performed by the State Treasurer's Office to insure that minimum funds are requested and to further insure that maximum amounts are retained at the State level for investment purposes.

The accounting system of the General Fund of the State of South Carolina is maintained on a cash basis.

Control of State Fund

As previously indicated, the State Budget and Control Board is charged by law with the responsibility for monitoring the financial status of the State of South Carolina and with taking appropriate action to insure fiscal responsibility. The State Budget and Control Board periodically monitors the activities of the various State agencies in order to avoid overspending by State departments.

Revenues

At the present time although South Carolina levies no ad valorem property taxes at the State level, it has a broad tax base which includes some 22 taxes. Certain of these taxes are discussed in the section entitled "Certain Taxes."

Expenditures

The following is a discussion of some of the major appropriations from the State General Fund:

1. Aid to Subdivisions - Aid to subdivisions for the Fiscal Year 1986-87 approximated 6.5% of the total General Fund appropriations. Payments are made to counties and municipalities based on statutory formulas and with the exceptions of the Homestead Exemption Reimbursement and Inventory Tax Phaseout Reimbursement, may be used for general operations, unless otherwise specified.

2. Education - In the State of South Carolina, public schools are operated by 92 separate school districts. Approximately 53% of the State's General Fund budget for the Fiscal Year 1986-87 is provided as aid to these districts and to institutions of higher education in the State. For the Fiscal Year 1986-87 it is anticipated that total Educational Division expenditures will exceed \$1.4 Billion.

3. Debt Service - The statutes and constitutional provisions authorizing the incurring of general obligation debt require an allocation of tax revenues to provide debt service for all bonds that are issued. No subsequent appropriation is required. Nevertheless, in order to show the amount required for debt service in the General Appropriations Act, and thus to show the amounts available for other appropriations, items in the General Appropriations Act set forth estimated amounts which would be used for debt service.

4. Public Assistance Payments - For the Fiscal Year 1986-87, \$144,762,156 was appropriated from the General Fund to the Department of Social Services and the State Health and Human Services Finance Commission for the administration and delivery of public assistance payments and services. These moneys, when matched by Federal Funds, provided total assistance in excess of \$992.8 Million to needy individuals.

I. FISCAL ADMINISTRATION AND PLANNING, Continued

Expenditures, Continued

The various public assistance programs are supported with direct line item appropriations, and expenditures are limited to the amounts so designated. No public assistance program is supported with "open end" appropriations.

5. Other Appropriations - Appropriations for the various State agencies are listed by line item and expenditures are restricted to the purposes so indicated, although transfer may be effected with prior approval of the State Budget and Control Board.

Certain Taxes

The General Deposits of Receipts and Expenditures appearing on page 36 include General Fund Revenues derived by the State from the various taxes imposed and collected by the State of South Carolina.

Following is a description of the most important taxes for the Fiscal Year 1985-86:

1. Alcoholic Liquors Tax - South Carolina imposes license and sales taxes on the manufacture and wholesale and retail sales of alcoholic beverages. License taxes are as follows: manufacturer, \$25,000; wholesaler, \$10,000; retailer, \$600. There is a license tax in the aggregate amount of 17 cents on each eight ounces or fractional quantity of alcoholic liquors sold. There is a license tax in the aggregate amount of 71.825 cents on each liter of alcoholic liquors sold. Additional taxes are imposed upon wholesale sales in an aggregate amount of \$5.45 on each standard case of alcoholic liquors sold (a "standard case" is a package or case containing not more than 3 gallons and not less than 2.4 gallons). Alcoholic liquors sold in containers of two ounces or less are subject to a tax of 25 cents per container. Alcoholic liquors sold in such containers are also subject to the wholesale per case tax above described but are not subject to the above described 17 cents license tax.

In addition there is levied a surtax of 9% on all taxes imposed upon alcoholic liquors sold in South Carolina. This surtax is collected at the wholesaler level.

Returns for the above taxes are required to be made monthly to the South Carolina Tax Commission; such returns are to be accompanied by payment of the tax on the amount of alcoholic liquors sold in the previous month. Failure to file such return results in a penalty of not more than \$1,000, and failure to pay the tax within the time allotted may result in a penalty of 25% of the tax plus interest thereon at 1/2% per month.

2. Beer and Wine Tax - All beer offered for sale in South Carolina is subject to a tax of .6 (6/10ths) cents per ounce or fractional quantity thereof. Wines sold in containers of one gallon or more are subject to a tax of 90 cents per gallon or fractional quantity thereof; wines sold in containers of less than one gallon are subject to a tax of 6 cents for each eight ounces or fractional quantity thereof; wines sold in liter containers are subject to a tax of 25.35 cents per liter. Any "domestic" wine, as defined in the tax statutes, is subject to a tax of 45 cents per gallon, or 3.6 cents for each eight ounces or fractional quantity thereof if sold in containers of less than one gallon.

Each wholesaler must make a report to the Tax Commission not later than the 20th day of the month following any sale of beer or wine and pay at that time the prescribed tax thereon. Failure to pay such taxes results in a penalty of 1/4% of the amount of the tax due and unpaid or unreported for each day the tax remains unpaid or unreported.

3. Gasoline Tax - Every oil company engaged in the business of selling or distributing gasoline for the purpose of sale within the State must pay a tax of 13 cents per gallon on all gasoline sold, used, shipped or distributed for the purpose of sale within the State. Of the 13 cents, 9.34 cents is pledged to the payment of State Highway Bonds. This tax is in lieu of all other sales, use or other excise taxes which might otherwise be imposed by any municipality, county or other local subdivision.

Gasoline tax returns must be filed with the Tax Commission on or before the 20th day of each month, setting forth the number of gallons of gasoline sold, used, shipped or distributed for the purpose of sale within the State during the previous month, and

I. FISCAL ADMINISTRATION AND PLANNING, Continued

Certain Taxes, Continued

there must be remitted therewith the amount of tax provided for. Failure to make the required return or to pay the required taxes may result in a 10% penalty.

4. **Fuel Oil Tax** - The fuel oil tax applies to motor fuels other than gasoline. A tax of 13 cents per gallon is imposed on all such fuel sold or delivered by any supplier of such fuels (except certain persons licensed to purchase, sell or use such fuels). All of the proceeds of this tax are pledged to the payment of State Highway Bonds.

Suppliers must make returns to the Tax Commission on or before the 20th day of each month setting forth the amount of fuels sold during the preceding calendar month. The fuel oil tax is payable at the time of filing such return. Failure to submit the monthly return or failure to pay the necessary tax may result in a penalty in the amount of 25% of the tax to be paid.

5. **Road Tax** - All "motor carriers" (as statutorily defined) operating on the streets and highways of the State must pay a tax equivalent to 13 cents per gallon calculated on the amount of gasoline or other motor fuel used by such motor carrier in its operation within the State. Motor carriers are entitled to a credit on such tax equivalent to 13 cents per gallon on all gasoline or other motor fuel purchased by such carrier within the State on which a gasoline or other motor fuel tax imposed by the laws of South Carolina has been paid. All of the proceeds of this tax are pledged to the payment of State Highway Bonds.

Motor carriers are required to file quarterly reports and to pay the necessary road tax at the time of filing such report. Failure to pay such taxes may result in a penalty of 25% thereof plus interest at the rate of 1/2% per month from the time such tax or penalty was due until paid.

6. **Motor Vehicle License Tax** - Annual registration and license fees are imposed on vehicles operating on South Carolina streets and highways. The fee for private passenger vehicles is \$10 to June 30, 1985; effective July 1, 1985, the fee for private passenger vehicles is to be increased to \$17; common carrier passenger vehicles are subject to a fee of \$9 plus \$3 for every 500 pounds in excess of 2,000 pounds; bus companies with a fleet of ten or more buses may, at their option, pay a fee of \$200 per vehicle; trucks, truck tractors and road tractors are subject to a fee of \$10 to \$680 depending on weight to June 30, 1985; effective July 1, 1985, the fee will range from \$15 to \$900 depending on weight; camper trailers are subject to a registration fee of \$5; house trailers are subject to a fee of \$6; utility trailers are subject to a fee of \$5; and carriers engaged in the transportation of house trailers are required to purchase license plates at a rate of \$12.50 for the first such plate and \$6 for each additional plate. A motor vehicle dealer must obtain a license, the fee for which is \$50. All of the proceeds of the motor vehicle tax are pledged to the payment of State Highway Bonds.

7. **Business License Tax** - The tax imposed upon tobacco, malt and playing cards is designated by the South Carolina Tax Commission as the "business license tax." The Tax Commission estimates that approximately 85% of receipts under the business license tax are attributable to the cigarette tax. Most of the remaining 15% is attributable to the tax imposed on other tobacco products.

Every distributor of tobacco products is required to file a return by the 10th day of each month showing the quantity and wholesale price of all tobacco products sold, shipped or manufactured by him for sale in South Carolina during the preceding calendar month; the applicable taxes are to be paid upon the filing of the return.

8. **Income Tax** - South Carolina imposes an income tax on individuals and corporations. The individual income tax is on a graduated scale from 2% to 7%, based on the taxpayer's net income. Corporations are taxed at the rate of 6% of net income attributable to business done in South Carolina.

Individual income taxes are collected primarily through the withholding process and the filing of declarations of estimated tax. Corporations are required to file declarations of estimated tax and to make quarterly advance payment of taxes.

I. FISCAL ADMINISTRATION AND PLANNING, Continued

Certain Taxes, Continued

9. Insurance Tax - Insurance tax revenues are principally derived from a graded insurance premium tax. Code Sections 38-5-320 and 38-5-340 impose a graded insurance premium tax on foreign insurers equal to 2% of total premiums. Code Section 38-5-380 imposes an additional insurance premium tax on foreign insurers equal to 1% of total premiums.

Code Section 38-5-410 imposes a graded insurance premium tax on domestic insurers equal to 2% of total premiums. This Section provides that the amount of this tax shall not exceed 5% of the net income of the company. The 2% graded insurance premium tax imposed upon foreign insurers may be reduced as a result of certain company investments in South Carolina, including investments in obligations issued by the State or its political subdivisions. No similar deduction is given to domestic insurers.

Shortly after its first enactment, this tax as it relates to foreign insurers was upheld by the U. S. Supreme Court against an attack based upon the commerce clause of the U. S. Constitution. See Prudential Insurance Co. v. Benjamin, 328 US 408, 66 S. Ct. 1142, 90 L. Ed. 1342 (1946).

10. Sales and Use Tax -South Carolina imposes a 5% sales tax on the gross proceeds of all retail sales of tangible personal property within the State. There is also a complementary 5% use tax on tangible personal property purchased at retail on which the sales tax was not paid. Various items are exempted from the sales and use tax; among these items are: textbooks used in elementary schools, high schools, and institutions of higher learning; livestock; feed for use in the production and maintenance of poultry or livestock; insecticides, chemicals, fertilizers and seeds for use solely on the farm, etc., in the production for sale of products of the farm; newspapers; fuel to manufacturers; meals to school children; telephone toll charges; gasoline or other motor fuels taxed at the same rate as gasoline; machinery used in planting, cultivating of farm crops; machines used in mining, quarrying, compounding, processing and manufacturing of tangible personal property; railroad cars and locomotives; fuel used in the curing of agricultural products; electricity used in manufacturing tangible personal property for sale; sales of motor vehicles and certain trailers to nonresidents for immediate transportation to and use in another state; sales of automobiles and motorbikes to a person domiciled in or resident of another state, who is located in South Carolina by reason of orders of the Armed Forces of the United States, library books; sales of medicine and prosthetic devices sold by prescription; sales of electricity and combustibles for residential purposes; thirty-five percent (35%) of the gross proceeds of sales of mobile and modular homes; and sales of tangible personal property of the Federal Government. Of the 5% tax, 1% is dedicated to the Education Improvement Act and the remaining 4% goes to the General Fund.

There is imposed an additional sales tax of two percent of the gross proceeds from the rental of transient accommodations subject to the state sales tax. Commonly referred to as the "accommodations tax," it is collected in the same manner as the sales tax. The State's General Fund does not receive the proceeds of the accommodation tax. Instead, the proceeds of the tax, less the South Carolina Tax Commission's actual increase in administration costs associated with collecting the tax, is remitted quarterly to the municipality or the county in which it is collected; provided, however, that there is withheld from county areas collecting more than \$400,000, an amount necessary to assure that each county area receives a minimum of \$50,000. The accommodations tax was passed by the South Carolina General Assembly during its 1984 Session.

Returns and the payment of sales tax for each month are required to be made by the 20th day of the following month. Returns and payment of use tax are required to be made quarterly. Failure to pay the sales tax is a felony; effective September 1, 1985, failure to pay the use tax may subject the person failing to pay such tax to a penalty equal to 50% thereof.

COMMENTS, CONTINUED

II. STATISTICAL INFORMATION

The State Treasurer's Office processed 3,777,667 items in the fiscal year ended June 30, 1986. This was an increase over the previous fiscal year by 244,919 items. Items processed during 1985-86 included 80,227 Treasurer's receipts and 3,697,440 checks and Inter-Departmental Transfers. A four-year comparison of items processed by years is as follows:

	<u>1982-83</u>	<u>1983-84</u>	<u>1984-85</u>	<u>1985-86</u>
Treasurer's Receipts	52,693	61,607	63,087	80,227
Treasurer's Checks	5,280	3,671	3,575	3,004
Contingent Checks	658,483	705,454	729,313	745,239
Payroll Checks	425,646	412,288	455,852	475,151
Payroll-Electronic Fds. Transfers	127,369	292,612	353,728	419,406
Income Tax Refund Checks	961,683	1,025,335	1,094,498	1,144,381
Public Assistance Checks	685,923	662,785	628,960	670,222
Special Payment Checks	64,135	90,657	122,205	149,746
Inter-Departmental Transfers	55,687	66,927	70,727	81,653
Replacement Checks	7,689	6,133	10,803	8,638
Totals	<u>3,044,588</u>	<u>3,327,469</u>	<u>3,532,748</u>	<u>3,777,667</u>

Cash receipts for the fiscal year amounted to \$6,172,035,059 while cash disbursements were made in the amount of \$5,908,736,058 for an increase over the previous fiscal year of \$651,665,441 in receipts and an increase of \$667,485,142 in disbursements. A five-year comparison of receipts and disbursements by years is as follows:

<u>Fiscal Year</u>	<u>Receipts</u>	<u>Disbursements</u>
1981-82	4,241,782,268	4,164,390,721
1982-83	4,489,053,113	4,507,495,901
1983-84	4,869,397,055	4,477,087,148
1984-85	5,520,369,618	5,241,250,916
1985-86	6,172,035,059	5,908,736,058

III. DISTRIBUTIONS TO SUBDIVISIONS

For all fiscal years included in this report, the General Appropriation Acts have contained a proviso restricting the distributions of funds to subdivisions, with the exception of Alcoholic Liquors-Minibottle revenue and Aid to Planning Districts.

The table of comparison by years is as follows:

	<u>1981-82</u>	<u>1982-83</u>	<u>1983-84</u>	<u>1984-85</u>	<u>1985-86</u>
Counties	\$78,144,302	\$72,751,380	\$ 85,294,989	\$115,547,612	\$121,437,987
County Seats	8,445,751	8,088,506	8,309,384	11,595,925	14,042,667
Cities and Towns	6,854,642	6,708,504	7,065,840	11,217,222	15,719,122
Planning Districts	500,000	475,521	475,521	725,521	534,469
Totals	<u>\$93,944,695</u>	<u>\$88,023,911</u>	<u>\$101,145,734</u>	<u>\$139,086,280</u>	<u>\$151,734,245</u>

Additional Statements on Distributions to Subdivisions are located in this report on pages 49 through 66.

IV. RECEIPTS OF INVESTMENT EARNINGS

Receipts of investment earnings during the fiscal year were \$602,023,871 which is an increase over the prior year of \$107,698,764. This increase is made up of:

Retirement Funds Interest	\$ 90,059,796
Restricted Funds Interest	7,020,127
General Deposits Interest	<u>10,618,841</u>
Total	<u>\$107,698,764</u>

IV. RECEIPTS OF INVESTMENT EARNINGS, Continued

The increase in receipts on Retirement Funds resulted from a continued growth in the amount available for investment plus the ability to enhance yield through certain investments.

Interest received for the benefit of the Retirement Funds amounted to \$468,496,461. Interest on Restricted Funds Investments generated \$56,669,278, for the specific funds from which the investments were made. Interest on General Deposits Investments produced \$76,858,132 for the General Fund of the State. A comparative table by fiscal years as shown below contains interest received on Employment Security Funds that are included above and on a Comparative Statement of Receipts of Investment Earnings on page 80.

	1981-82	1982-83	1983-84	1984-85	1985-86
Interest Received	<u>\$17,951,341.86</u>	<u>\$ 9,399,825.43</u>	<u>\$ 1,801,465.14</u>	<u>\$ 5,862,663.53</u>	<u>\$ 8,076,963.46</u>

V. COMPOSITE RESERVOIR ACCOUNTS

The State Treasurer's Office is constantly seeking ways to improve the State's cash management. In the fiscal year ended June 30, 1986, we have continued in the establishment of composite reservoir (pooled bank accounts) for those agencies that need the capacity to issue checks. The composite reservoir concept enables them to issue the checks against a pooled balance that is kept invested to the State's benefit by the bank until needed to clear the checks. At the end of the fiscal year 300 accounts had earned \$1,881,464.50 interest for the General Fund of the State and \$163,341.86 for specific funds. The Retirement Systems accounts had earned interest of \$76,317.41 under the composite reservoir system. A comparative statement is shown below for fiscal years indicated:

	1982-83	1983-84	1984-85	1985-86
1. Number of Accounts	238	248	281	300
Interest Earned:				
General Fund	\$2,665,903.78	\$3,039,963.43	\$2,939,129.16	\$1,881,464.50
Specific Funds	<u>45,812.20</u>	<u>105,760.34</u>	<u>139,992.93</u>	<u>163,341.86</u>
Total	<u>\$2,711,715.98</u>	<u>\$3,145,723.77</u>	<u>\$3,079,122.09</u>	<u>\$2,044,806.36</u>
2. Number of Accounts	16	16	16	16
Interest Earned for Retirement Systems	<u>\$ 82,384.36</u>	<u>\$ 103,456.23</u>	<u>\$ 161,527.60</u>	<u>\$ 76,317.41</u>

VI. BONDED DEBT AND NOTES

Article X of the South Carolina Constitution

Article X of the South Carolina Constitution was unanimously proposed by the 1976 General Assembly. It was voted upon favorably in the general election held on November 2, 1976, and was subsequently ratified by the General Assembly to become effective after November 30, 1977.

The following is a summary of the provisions of Article X as they relate to the general obligation debt of the State:

1. "General Obligation Debt" shall mean any indebtedness of the State which shall be secured in whole or in part by a pledge of the full faith, credit and taxing power of the State.
2. General obligation debt may not be incurred except for a public purpose, and all general obligation debt shall mature not later than thirty years from the time such indebtedness shall be incurred.

VI. BONDED DEBT AND NOTES, Continued

Article X of the South Carolina Constitution, Continued

3. In each act authorizing the incurring of general obligation debt the General Assembly shall allocate on an annual basis sufficient tax revenues to provide for the punctual payment of the principal of and interest on such general obligation debt.
4. If at any time any payment due as the principal of or interest on any general obligation debt shall not be paid as and when the same becomes due and payable, the State Comptroller General shall forthwith levy and the State Treasurer shall collect an ad valorem tax without limit as to rate or amount upon all taxable property in the State sufficient to meet the payment of the principal of and interest on such general obligation debt then due.
5. Unless general obligation debt be authorized by (a) two-thirds of the members of each House of the General Assembly; or (b) by a majority vote of the qualified electors of the State voting in a referendum called by the General Assembly, the following restrictions apply:
 - (a) General obligation debt may be incurred for highway purposes (Highway Bonds) if such bonds shall be additionally secured by so much of the revenues as may be made applicable by the General Assembly for State highway purposes from any and all taxes or licenses imposed upon individuals or vehicles for the privilege of using the public highways of the State; provided, that the maximum annual debt service on all highway bonds so additionally secured which shall be outstanding shall not exceed fifteen percent of the proceeds received from such sources of revenue for the fiscal year next preceding.
 - (b) General obligation debt may be incurred for any State institution of higher learning designated by the General Assembly (State Institution Bonds), if such bonds shall be additionally secured by a pledge of the revenues derived from the tuition fees received by the particular institution of higher learning for which such State Institution Bonds are issued; provided, that the maximum annual debt service on issues of State Institution Bonds so additionally secured issued for such State institution to be outstanding shall not exceed ninety percent of the sums received by such State institution of higher learning from tuition fees for the fiscal year next preceding.
 - (c) General obligation debt may be incurred for any public purpose including those purposes set forth in (a) and (b); provided, that the maximum annual debt service on all general obligation bonds of the State henceforth to be outstanding (excluding Highway Bonds, State Institution Bonds, tax anticipation notes and bond anticipation notes) shall not exceed five percent of the general revenues of the State for the fiscal year next preceding (excluding revenues which are authorized to be pledged for State Highway Bonds and State Institution Bonds). As originally amended in 1976, Article X set the maximum annual debt service at seven percent; however, the General Assembly proposed an amendment through Act 520 of 1984, reducing the maximum from seven percent to five percent. This amendment was voted upon favorably in the general election of 1984 and ratified by the General Assembly in Act 10 of 1985. This same amendment also provides that the General Assembly may lower the limit to four percent or raise it to seven percent upon a two-thirds vote of the total membership of the Senate and House of Representatives. By statute, the General Assembly provided a statutory limitation of 4 1/2% for Fiscal Year 1985-86. For Fiscal Year 1986-87, the statutory limit is 5%.
6. General obligation indebtedness may be incurred in anticipation of state tax collections (tax anticipation notes) under such terms and conditions as the General Assembly may prescribe by law. Such tax anticipation notes shall be secured by a pledge of such taxes and by a pledge of the full faith, credit and taxing power of the State. All tax anticipation notes shall be expressed to mature not later than ninety days from the end of the fiscal year in which such notes are issued.
7. General obligation notes may be issued in anticipation of the proceeds of general obligation bonds which may be lawfully issued (bond anticipation notes) under terms and conditions which the General Assembly may prescribe by law. Such bond anticipation notes shall be secured by a pledge of the proceeds of the bonds in anticipation of which such bond anticipation notes are issued and by a pledge of the full faith, credit and taxing power of the State.

VI. BONDED DEBT AND NOTES, Continued

Article X of the South Carolina Constitution, Continued

Bond anticipation notes shall be expressed to mature not later than one year following the date of issuance, but if the General Assembly shall so authorize by law, bond anticipation notes may be refunded or renewed. Such a law has been enacted.

General Obligation Debt Now Outstanding

Since the effective date of Article X, the State has sold eight issues of bonds. General obligation debt of the State now outstanding which was incurred prior to November 30, 1977, was issued pursuant to the "special fund doctrine" first enunciated by the South Carolina Supreme Court in the case of State ex rel. Richards v. Moorner, 152 SC 455, 150 SE 269 (1929) which upheld the statute authorizing the issuance of general obligation State Highway Bonds.

The "special fund doctrine" permitted the State to pledge its full faith and credit for the payment of bonds if there had been created, and irrevocably pledged to the payment of such bonds, a special fund which had been ascertained to be sufficient for the payment of the principal of and interest on the debt so incurred. The decisions upholding a pledge of the full faith and credit of the State when a "special fund" had been created and pledged, overrode a constitutional provision which required all general obligation debt of the State to be voted upon favorably by a two-thirds majority of those voting in a general election.

There are four categories of State general obligation debt now outstanding which were issued pursuant to statutes which established special funds for their payment. These are:

1. State School Bonds: As of June 30, 1986, \$20,250,000 of State School Bonds were outstanding. State School Bonds issued prior to the effective date of Article X are secured by a pledge of the revenues derived from the retail sales tax. State School Bonds issued after November 30, 1977, are not secured by the special fund. Of the principal amount of State School Bonds outstanding as of June 30, 1986, \$5,250,000 were issued prior to November 30, 1977, and therefore are additionally secured as described above.
2. State Capital Improvement Bonds: Act 1377 set up as the special fund for the security of such bonds that portion of the State income tax not previously pledged for then outstanding State Ports Bonds. \$585,995,000 of State Capital Improvement Bonds were outstanding at June 30, 1986. State Capital Improvement Bonds issued after November 30, 1977, are not secured by the special fund established by Act 1377. Of the principal amount of State Capital Improvement Bonds outstanding as of June 30, 1986, \$83,250,000 were issued prior to November 30, 1977, and therefore are additionally secured as described above.
3. State Highway Bonds: As of June 30, 1986, State Highway Bonds in the principal amount of \$24,000,000 were outstanding which are secured by the special fund created from revenues derived from 9.34 cents per gallon of the 13-cent per gallon gasoline tax, the fuel oil tax, the road tax and the motor vehicle license tax imposed by the State of South Carolina. Traditionally, State Highway Bonds have been paid from such sources of revenue. By reference to paragraph 5(a) under the heading "Article X of the South Carolina Constitution" herein, the practice of permitting State Highway Bonds to be additionally secured by revenues made applicable by the General Assembly for State highway purposes will continue. The difference is that the justification for the issuance of State Highway Bonds results from the specific constitutional authorization rather than from the "special fund doctrine." Henceforth, State Highway Bonds, which will be general obligation debt of the State of South Carolina, will be additionally secured by a pledge of so much of the revenues made applicable by the General Assembly for State highway purposes from any and all taxes or license fees imposed upon individuals or vehicles for the privilege of using the public highways of the State. Paragraph 6(a) of Section 13 of Article X provides that the maximum annual debt service on all State Highway Bonds so additionally secured shall not exceed 15% of the proceeds from the above described sources for the fiscal year next preceding. The debt limit now applicable to State Highway Bonds is the lesser of the present dollar limitation of \$157,000,000 or that which results from the application of the limitation imposed by the constitutional provision relating to State Highway Bonds.

COMMENTS, CONTINUED

VI. BONDED DEBT AND NOTES, Continued

General Obligation Debt Now Outstanding, Continued

4. State Institution Bonds and Notes: As of June 30, 1986, there was a total of \$20,770,000 State Institution Bonds, and a total of \$7,500,000 State Institution Bond Anticipation Notes was outstanding. Of the \$7,500,000 Bond Anticipation Notes \$2,600,000 will be due March 27, 1987, \$4,000,000 will be due May 22, 1987, and \$900,000 will be due October 1, 1986. State Institution Bonds and Notes are secured by the respective special funds created at each State Institution from the tuition fees imposed at such institution. Traditionally, State Institution Bonds have been paid from such sources of revenue. By reference to paragraph 5(b), under the heading "Article X of the South Carolina Constitution" herein, the practice of permitting State Institution Bonds to be additionally secured by revenues derived from tuition fees is continued. The difference is that the justification for the issuance of State Institution Bonds results from the specific constitutional authorization rather than from the special fund doctrine. State Institution Bonds and Notes constitute general obligation debt of the State of South Carolina, additionally secured by a pledge of the revenues derived from tuition fees at the State Institution for which bonds are issued. Paragraph 6(b) of Section 13 of Article X provides that the maximum annual debt service on all State Institution Bonds so additionally secured shall not exceed 90% of the sum received by the particular institution for the fiscal year next preceding. The debt limit now applicable to State Institution Bonds is the lesser of the present dollar limitation of \$60,000,000 or that which results from the application of the limitation imposed by the constitutional provision relating to State Institution Bonds.

A five (5) year comparison of total Bonded Debt and Notes outstanding at June 30th for the years indicated is as follows:

	1982	1983	1984	1985	1986
General Obligations	\$727,555,000	\$600,295,000	\$611,170,000	\$626,645,000	\$658,515,000
Other Indebtedness	438,143	438,143	438,143	438,143	438,143
Total Bonded Debt and Notes	<u>\$727,993,143</u>	<u>\$600,733,143</u>	<u>\$611,608,143</u>	<u>\$627,083,143</u>	<u>\$658,953,143*</u>

*Excludes Richard B. Russell Lake and Dam Project.

Additional Statements on Bonded Debt and Notes are located in this report on pages 67 through 77.

Revenue Bonds and Notes

In addition to the general obligation debt above described, there are presently outstanding various types of revenue bonds for which the full faith, credit and taxing power of the State of South Carolina is not pledged. The status of the bonds and notes and purposes for which they have been issued is described below.

1. Student and Faculty Housing Revenue Bonds and Notes: Student and Faculty Housing Revenue Bonds and Notes are payable out of revenues derived by the various institutions from the operation of student and faculty housing facilities. The institutions which have Student and Faculty Housing Revenue Bonds and Notes outstanding and the principal amount of such bonds and notes outstanding as of June 30, 1986, are shown in the following table:

<u>Institution</u>	<u>Outstanding</u>
Clemson University	\$17,660,000
South Carolina State College	- 0 -
University of South Carolina	17,447,000
Winthrop College	4,249,000
College of Charleston	6,213,000
Lander College	1,535,000
Francis Marion	7,725,000

VI. BONDED DEBT AND NOTES, Continued

Revenue Bonds and Notes, Continued

2. Plant Improvement, Student Facilities, Library and Stadium Bonds and Notes: Plant Improvement, Student Facilities, Facility Improvement Bonds, Library and Stadium Bonds and Notes issued by the various institutions of higher learning are secured by a pledge of certain student fees charged those attending the various institutions. The institutions having such bonds and notes outstanding and the amount of such bonds and notes outstanding as of June 30, 1986, are shown in the following table:

<u>Institution</u>	<u>Outstanding</u>
Clemson University	\$14,010,000
The Citadel	- 0 -
University of South Carolina	5,063,000
University of South Carolina Bond Anticipation Notes	7,000,000
College of Charleston	4,430,000

3. Parking Facilities Revenue Bonds and Notes: Parking Facilities Revenue Bonds are payable out of revenues derived by Institutions from the parking facilities owned and operated by such Institutions. There is outstanding \$950,000 of College of Charleston Parking Facilities Revenue Bond Anticipation Notes.
4. State Ports Authority Revenue Bonds: These State Ports Authority Revenue Bonds are payable out of certain revenues generated at the South Carolina State Ports Authority's facilities. As of June 30, 1986, there is outstanding \$11,255,000 State Ports Authority Revenue Bonds.
5. State Education Assistance Revenue Bonds: The State Budget and Control Board, acting as the State Education Assistance Authority, is authorized to issue revenue bonds for the purpose of obtaining monies to lend to South Carolina students pursuing courses in higher education. Education Assistance Revenue Bonds are payable from revenues derived by way of repayment of such students' loans, these loans are insured as provided in the Higher Education Act of 1965. Such bonds do not constitute a debt of the State of South Carolina. As of June 30, 1986, there is outstanding \$103,420,000 State Education Assistance Revenue Bonds.
6. Medical University of South Carolina Revenue Notes and Bonds: As of June 30, 1986, there is outstanding the total principal amount of \$67,225,000 Hospital Facilities Revenue Bonds, Series 1985, of the Medical University of South Carolina, dated August 15, 1985.
7. South Carolina Public Service Authority Revenue Bonds: The South Carolina Public Service Authority, an autonomous State agency owning and operating electric generating and distribution facilities in certain counties in eastern South Carolina, has substantial outstanding debt, payable solely from revenues derived from those operations.
8. South Carolina State Housing Authority Revenue Bonds: The Authority, created in 1971, is a public body corporate and politic and an agency of the State. The Authority is vested with the rights, powers and duties held by local housing authorities within the State, including the right to borrow money and issue bonds. The bonds outstanding on June 30, 1986, are shown in the following table:

COMMENTS, CONTINUED

VI. BONDED DEBT AND NOTES, Continued

Revenue Bonds and Notes, Continued

Type of Bonds

Single Family Bonds

Single Family Mortgage Purchase Bonds Series A of 1979	\$ 71,905,000
Single Family Mortgage Purchase Bonds Series B of 1979	147,420,000
Home Ownership Mortgage Purchase Bonds Series A of 1982	70,955,000
Home Ownership Mortgage Purchase Bonds Series A of 1983	58,000,000
Home Ownership Mortgage Purchase Bonds Series B of 1983	41,810,000
Home Ownership Mortgage Purchase Bonds Series A of 1984	78,415,000
Home Ownership Mortgage Purchase Bonds Series A of 1985	37,915,000
Home Ownership Mortgage Purchase Bonds Series B of 1985	155,000,000

Multifamily Bonds

Multifamily Development Revenue Bonds Series A of 1982	24,185,000
Multifamily Development Revenue Bonds Series B of 1982	5,150,000
Multifamily Residential Revenue Bonds Series A of 1983	4,305,000
Multifamily Housing Revenue Bonds Series A of 1984	5,430,000
Multifamily Housing Revenue Bonds Series B of 1984	10,670,000
Multifamily Housing Revenue Bonds Series B of 1985	5,705,000
Multifamily Housing Revenue Bonds Series C of 1985	11,130,000
Multifamily Housing Revenue Bonds Series D of 1985	9,415,000
Multifamily Housing - CTS Parklane Project	12,050,000
Multifamily Housing - CTS Mt. Pleasant Project	10,600,000
Multifamily Housing - CTS Rock Hill	9,145,000
Multifamily Housing Series E, Mt. Pleasant - Oxford	12,000,000

Rental Bonds

State Housing Rental Revenue Bonds Series A of 1984	15,735,000
State Housing Rental Revenue Bonds - Bryton Pointe Project	9,740,000
State Housing Rental Revenue Bonds - Hampton Pointe Project	<u>11,800,000</u>

Total	<u>\$818,480,000</u>
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COMMENTS, CONTINUED

VI. BONDED DEBT AND NOTES, Continued

Revenue Bonds and Notes, Continued

9. The Patriot's Point Development Authority Revenue Note: As of September 20, 1985, the Patriot's Point Development Authority issued an unsecured note of \$190,000, all of which is outstanding as of June 30, 1986. In addition, this Authority has an installment debt of \$13,000 for land purchased.
10. State Forestry Commission: As of December 1, 1983, the State Forestry Commission issued a \$1,000,000 revenue obligation, of which \$800,000 is outstanding as of June 30, 1986.
11. Special Fund Debt of the College of Charleston: As of August 30, 1985, \$4,250,000 of College of Charleston Special Fund Debt was issued of which the entire principal amount will be outstanding as of June 30, 1986.
12. Educational Facilities Debt: As of August 1, 1975, Columbia College issued \$1,000,000 revenue bonds, of which \$805,000 is outstanding as of June 30, 1986. Baptist College issued \$500,000 revenue bonds as of February 1, 1985, of which \$487,500 is outstanding as of June 30, 1986. Also, Erskine College issued \$1,800,000 revenue notes, of which \$1,753,931.68 is outstanding as of June 30, 1986. All of these obligations were issued under the Educational Facilities Authority for Private Nonprofit Institutions of Higher Learning, a public body politic and corporate under State of South Carolina.

VII. GENERAL FUND RESERVE

On July 1, 1978, a General Fund Reserve was established in accordance with legislation enacted in 1977 and approved by the voters as a constitutional amendment in 1978 and is set aside and invested each year.

Below is an analysis of the Reserve Fund from inception:

General Fund Reserve 7-1-78	\$63,865,290.49
Increase from Operations Fiscal Year 1978-79	7,476,849.60
Increase from Operations Fiscal Year 1979-80	8,562,741.68
Decrease from Operations Fiscal Year 1980-81	(3,406,225.56)
Decrease from Operations Fiscal Year 1981-82	(55,369,241.10)
Fiscal Year 1982-83 General Fund Revenue transferred to the Reserve Fund in accordance with Section 124 of the 1982-83 Appropriation Act	8,960,907.00
Increase from Operations Fiscal Year 1982-83	9,921,197.29
Fiscal Year 1983-84 General Fund Revenue transferred to the Reserve Fund in accordance with Section 123 of the 1983-84 Appropriation Act	18,041,690.00
Increase from Operations Fiscal Year 1983-84	40,443,293.00
General Fund Reserve 6-30-84	\$98,496,502.40

COMMENTS, CONTINUED

VII. GENERAL FUND RESERVE, Continued

Constitutional amendment passed reducing the General Fund Reserve from 5% to 4%. Excess funds used to finance Supplemental Appropriations in Part III, Section 1 of 1985-86 Appropriation Act	<u>(9,368,098.00)</u>
General Fund Reserve 6-30-85	\$89,128,404.40
Decrease from Operations Fiscal Year 1985-86	<u>(37,353,727.00)</u>
General Fund Reserve 6-30-86	<u>\$51,774,677.40</u>

	<u>Investment at Par</u>	<u>Investment at Cost</u>
Cash	\$ 522.15	\$ 522.15
Certificates of Deposit	39,910,000.00	39,910,000.00
Obligations of U. S. Government and Agencies	<u>11,916,517.00</u>	<u>11,864,155.25</u>
Total	<u>\$51,827,039.15</u>	<u>\$51,774,677.40</u>

Note: This schedule was prepared on a modified accrual basis.

These securities were earning interest at the following rates on the dates indicated:

July 1, 1982 - 11.44% per annum
 July 1, 1983 - 9.35% per annum
 July 1, 1984 - 10.55% per annum
 July 1, 1985 - 10.21% per annum
 July 1, 1986 - 8.85% per annum

VIII. DEFERRED COMPENSATION PLAN

Legislation that authorizes a deferred compensation plan for public employees was implemented in September, 1980. This legislation requires that the State Treasurer manage the flow of money from the reporting entity to the fund manager.

Results for the fiscal year are as follows: Number of entities reporting as of June 30, 1986, was 312. Receipts for the year amounted to \$34,933,228.09. This amount along with a portion of the beginning balance totals \$33,931,330.04 which was transferred to the fund manager leaving on hand \$1,241,701.89. As the money flows through the State Treasurer's Office it is kept constantly invested. Earnings on such investments for the fiscal year amounted to \$140,301.84.

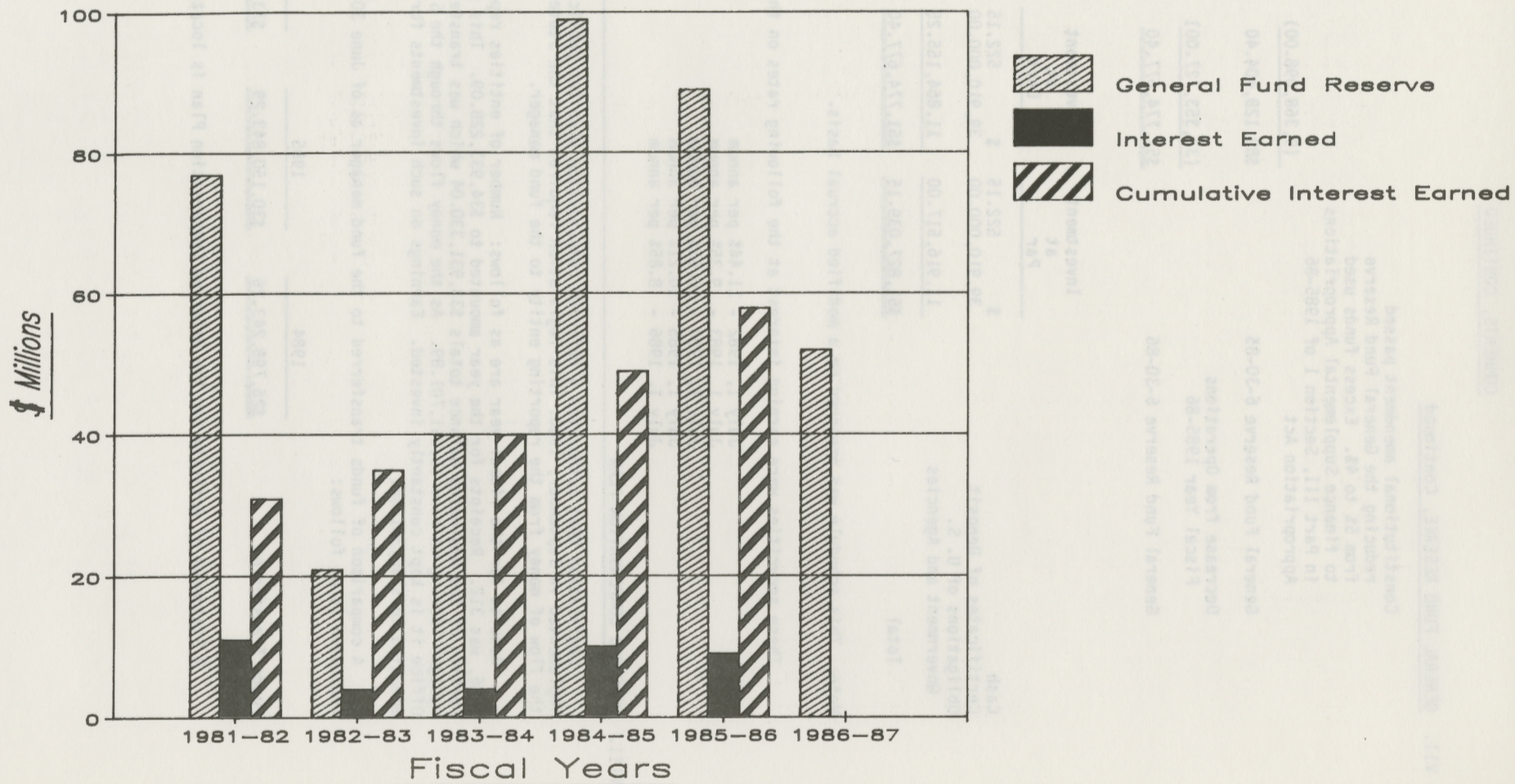
A comparison of funds transferred to the fund manager as of June 30 for the years indicated is as follows:

	<u>1984</u>	<u>1985</u>	<u>1986</u>
Funds Transferred	<u>\$26,798,243.26</u>	<u>\$30,150,843.29</u>	<u>\$33,931,330.04</u>

A Statement of Activity for the Deferred Compensation Plan is located on page 84.

General Fund Reserve

Interest Earned and Cumulative Interest Earned



NOTE: INTEREST EARNED GOES TO THE GENERAL FUND AS REVENUE AND IS APPROPRIATED BY THE GENERAL ASSEMBLY.

COMMENTS, CONTINUED

IX. LOCAL GOVERNMENT INVESTMENT POOL

The Local Government Investment Pool is an investment mechanism authorized by the Legislature and signed into law on May 13, 1983, to provide local governments an opportunity to acquire maximum returns on investments by pooling available funds with funds from other political subdivisions. The Pool, by statute, is managed by the State Treasurer. The State Treasurer may sell to all political subdivisions of the State participation units in the Pool, which shall be legal investments for the subdivisions who have obtained the consent of their governing body in addition to the investments and deposits authorized in Section 6-5-10, Section 12-45-220 and Section 11-1-60 of the 1976 Code of Laws of South Carolina. This allows cash managers who have previously been limited either by the relatively small amount of funds available for investments or the complexities of the investment environment to take advantage of the volume and expertise of the State investment program.

The State Treasurer's Office invests pooled funds primarily in fully guaranteed United States Governments and Agencies securities. The average monthly interest rate less the administrative fee for Fiscal Year 1985-1986 was 9.10% producing income of \$14,332,502.62 to participating local governments. After deducting a minimal administrative fee, earnings on pooled funds are credited to participants monthly, and funds may be withdrawn at any time with a twenty-four hour notice.

The Pool currently offers two investment options. The most commonly used pool participation provides a daily yield based on net earnings for that day and credited at month end. The second option can be exercised if an entity has a large sum of money available for a set period of time and would like a commitment on a predetermined fixed rate. The State Treasurer's Office is available to discuss these options and will work with political subdivisions on an individual basis to address investment needs.

The program was initiated in August, 1984, and has experienced a steady growth in participants since that time. As of June 30, 1986, the Pool's ending balance was \$179,606,686.20.

As of June 30, 1986, the Pool had fifty-six participants with a total of one hundred eighty-six accounts and represented various political subdivisions such as counties, cities, school districts and water and sewer districts.

X. SUMMARY OF EXPENDITURES OF STATE APPROPRIATIONS

For the fiscal year ended June 30, 1986, \$37,000.00 was carried forward from Fiscal Year 1984-85 and State Appropriations for the operations of the State Treasurer's Office was \$2,612,770.00 of which \$2,514,288.77 was expended. The remainder, \$135,481.23, was returned to the General Fund of the State.

XI. REPORT TO GENERAL ASSEMBLY

Section 11-5-185 of the 1976 Code of Laws of South Carolina, as amended, prescribes that the State Treasurer will report to the General Assembly the following information:

1. "The amount of State revenue collected in the previous fiscal year."

Receipts into the State Treasury in fiscal year ending June 30, 1986, were \$6,172,035,059.33, which is shown in Comments under Statistical Information on page 19 and also in Exhibit B - Statement of Receipts and Disbursements on page 36.

2. "The amount of such revenue deposited in the State General Fund."

General Fund revenue included in the above Item No. 1 amounted to \$2,509,288,133.00.

3. "The location of General Fund revenue in banks and other financial institutions including invested funds, as of the end of the previous fiscal year."

The Statement of Bank Account and Investment Balances as of June 30, 1986, begins on page 42.

COMMENTS, CONTINUED

XI. REPORT TO GENERAL ASSEMBLY, Continued

4. "The interest accrued from deposits and investments for the previous fiscal year and the use of such interest."

Cash Receipts of Interest for the fiscal year ended June 30, 1986, is presented in the Comments under Section IV, Receipts of Investment Earnings on page 20.

All interest earned on General Deposits is credited to the General Fund for the support of General Fund Appropriations.

The detail information is shown in Comparative Statement of Receipts of Investment Earnings on page 80.

General Fund interest earned on a modified accrual basis is shown below:

Interest earned from operations	\$68,540,426.00
Interest earned from General Fund Reserve	<u>8,645,702.00</u>
Total	<u>\$77,186,128.00</u>

5. "The amount expended for Debt Service in the previous fiscal year."

The total amount disbursed for Debt Service from the General Fund for the fiscal year was \$106,737,946.00. Details of changes in debt and General Fund Debt Service expenditures can be found on statements in the Bonded Indebtedness Section shown on pages 67 through 77.

6. "The current status of the General Fund Reserve including any expenditure or reimbursement thereof."

General Fund Reserve cash and investments at June 30, 1986, amounted to \$89,128,404.40 and are shown in Statement of Bank Accounts and Investment Balances on page 47.

As a result of operations for the fiscal year ended June 30, 1986, the General Fund Reserve was decreased by \$37,353,727.00, which leaves the current balance at \$51,774,677.40. Further details are shown in the Comments under Section VII, General Fund Reserve on page 26.

7. "Any other information relating to State revenue which the Treasurer deems pertinent and of value to the General Assembly, including such items as special State funds, the highway fund and other funds not specified herein, as may be deemed appropriate by the Treasurer."

This entire report plus the above information is hereby respectfully submitted for the consideration of the General Assembly.

DEFINITIONS OF FUNDS

GENERAL DEPOSITS --

The General Deposits are comprised of the General Fund and Earmarked Funds which are consolidated under the law. Interest earned on investments of these funds becomes revenue to the General Fund.

1. General Fund. The General Fund is made up of deposits derived from the general revenue of the State (taxes, licenses, etc.), and is used to support appropriation expenditures.
2. Earmarked Funds. Earmarked Funds consist of deposits from special revenues which are to be used by certain agencies for purposes specified by law. Under the law these funds are designated by the Budget and Control Board as those which can be consolidated.

RESTRICTED FUNDS --

Restricted Funds are special deposits, primarily debt service and trust funds. Interest earned on the investment of these funds becomes revenue to the specific fund from which the investment was made.

RETIREMENT FUNDS --

Funds that belong to the South Carolina Retirement Systems are made up of deductions from employees' pay, appropriations for employer's share and interest earned on investments of the funds. These funds include all monies for:

General Assembly Retirement System
South Carolina Retirement System
Police Officers Retirement System
Judges and Solicitors Retirement System

DEBT SERVICE ESCROW --

This fund contains monies paid on debt service by the State, and held in escrow for payment of coupons and bonds upon presentation by the holders in accordance with bond resolutions.

CASH STATEMENTS

EXHIBIT A

STATEMENT OF CASH POSITION

As of June 30, 1986

	<u>Resources</u>			
	<u>Cash</u>	<u>Investments</u>	<u>Total</u>	
<u>Cash and Investments</u>				
State and Agency Funds (Note 1):				
General Deposits	\$ 1,355,207.80	\$1,642,444,744.80	\$1,643,799,952.60	
Restricted (Note 2)	100,042.02	110,730,295.94	110,830,337.96	
Composite Reservoir	15,073,953.64	19,560,000.00	34,633,953.64	
<u>Sub-Totals</u>	<u>\$16,529,203.46</u>	<u>\$1,772,735,040.74</u>		\$1,789,264,244.20
Custodian Funds (Note 1):				
Retirement	\$ 30,422.51	\$6,154,924,960.45	\$6,154,955,382.96	
Deferred Compensation Plan	- 0 -	1,365,011.82	1,365,011.82	
Local Government Investment Pool	33,828.83	179,572,857.37	179,606,686.20	
Debt Service Escrow	377.25	- 0 -	377.25	
Agency Trust Accounts	11,004.57	31,313,518.49	31,324,523.06	
<u>Sub-Totals</u>	<u>\$ 75,633.16</u>	<u>\$6,367,176,348.13</u>		\$6,367,251,981.29
<u>Total</u>				<u>\$8,156,516,225.49</u>
	<u>APPLICABLE TO</u>			
<u>Account Balances</u>				
Clearing Accounts:				
Contingency Account			\$ 58,086,773.72	
Payroll Account			(14,754,032.35)	
Special Payments Account			286,053.00	
				\$ 43,618,794.37
State and Agency Accounts:				
Treasurer Accounts - See Exhibit B			\$1,711,011,496.19	
Composite Reservoir			34,633,953.64	
				\$1,745,645,449.83
Custodian Accounts:				
Retirement - See Exhibit C			\$6,154,955,382.96	
Deferred Compensation Plan - See Exhibit D			1,365,011.82	
Local Government Investment Pool - See Exhibit E			179,606,686.20	
Debt Service Escrow - See Exhibit F			377.25	
Agency Trust Accounts - See Exhibit G			31,324,523.06	
<u>Total</u>				<u>\$6,367,251,981.29</u>
				<u>\$8,156,516,225.49</u>

NOTES TO CASH STATEMENTS

As of June 30, 1986

- Note 1: State and Agency Funds investments are shown at cost. Custodian Funds investments are shown at par value or cost as indicated on Exhibits C-G.
- Note 2: Restricted Funds investments includes \$110,706,187.98 of Unemployment Compensation Funds on deposit with the Federal Government that are subject to withdrawal only for unemployment benefits. During the fiscal year there was a net increase in this account of \$34,359,163.46.

EXHIBIT B

STATE AND AGENCY FUNDS
STATEMENT OF RECEIPTS AND DISBURSEMENTS

For the Fiscal Year Ended June 30, 1986

	General Deposits	Restricted Funds	Total
<u>Cash Balances - July 1, 1985</u>	<u>\$ 603,079,384.99</u>	<u>\$ 844,633,110.15</u>	<u>\$1,447,712,495.14</u>
Add:			
Receipts	\$5,259,558,645.06	\$ 912,476,414.27	\$6,172,035,059.33
Transferred In:			
Operations	<u>1,174,030,701.26</u>	<u>127,038,079.02</u>	<u>1,301,068,780.28</u>
Total Additions	<u>\$6,433,589,346.32</u>	<u>\$1,039,514,493.29</u>	<u>\$7,473,103,839.61</u>
<u>Total Available Funds</u>	<u>\$7,036,668,731.31</u>	<u>\$1,884,147,603.44</u>	<u>\$8,920,816,334.75</u>
Deduct:			
Disbursements	\$5,255,915,390.82	\$ 652,820,667.46	\$5,908,736,058.28
Transferred Out:			
Operations	<u>1,204,671,731.50</u>	<u>96,397,048.78</u>	<u>1,301,068,780.28</u>
Total Deductions	<u>\$6,460,587,122.32</u>	<u>\$ 749,217,716.24</u>	<u>\$7,209,804,838.56</u>
<u>Cash Balances - June 30, 1986 - Exhibit A</u>	<u>\$ 576,081,608.99</u>	<u>\$1,134,929,887.20</u>	<u>\$1,711,011,496.19</u>

CUSTODIAN FUNDS
RETIREMENT ACCOUNTS
STATEMENT OF POSITION

As of June 30, 1986

	Cash	Investments at Par Value	Total
South Carolina Retirement System	\$13,350.98	\$5,639,178,242.89	\$5,639,191,593.87
Police Officers Retirement System	7,588.24	481,114,457.04	481,122,045.28
General Assembly Retirement System	5,746.78	13,828,510.52	13,834,257.30
Judges and Solicitors Retirement System	3,736.51	20,803,750.00	20,807,486.51
Total - Exhibit A	<u>\$30,422.51</u>	<u>\$6,154,924,960.45</u>	<u>\$6,154,955,382.96</u>

Note: Investment of these funds is made immediately according to the availability of cash.

The cost of investments shown above is as follows:

South Carolina Retirement System	\$3,804,098,658.96
Police Officers Retirement System	329,334,168.22
General Assembly Retirement System	12,675,081.50
Judges and Solicitors Retirement System	15,519,977.79
Total	<u>\$4,161,627,886.47</u>

CUSTODIAN FUNDS
DEFERRED COMPENSATION PLAN
STATEMENT OF POSITION

As of June 30, 1986

	Cash and Investments at Cost
First Palmetto Bank and Trust Company	\$1,142,048.94
NCNB South Carolina	<u>222,962.88</u>
Total - Exhibit A	<u>\$1,365,011.82</u>

LOCAL GOVERNMENT INVESTMENT POOL
STATEMENT OF POSITION

As of June 30, 1986

Cash and Investments

Cash	\$ 33,828.83
Securities at Cost	<u>179,572,857.37</u>
Total - Exhibit A	<u>\$179,606,686.20</u>

Note: As a rule balances in these accounts are minimal. Balances shown were deposited immediately prior to payment of bonds and coupons held by the bondholders.

CUSTODIAN FUNDS
DEBT SERVICE ESCROW ACCOUNTS
STATEMENT OF POSITION

As of June 30, 1986

	<u>Cash</u>
School Bonds Paying Account	\$ 377.25
Total - EXHIBIT A	<u>\$ 377.25</u>

Note: As a rule balances in these accounts are minimal. Balances shown were deposited immediately prior to payment of bonds and coupons held by the bondholders.

CUSTODIAN FUNDS
AGENCY TRUST ACCOUNTS
STATEMENT OF POSITION

As of June 30, 1986

	Cash	Investments		Totals
		Bonds at Par Value	Stocks at Cost	
Wil Lou Gray Opportunity School	\$ - 0 -	\$ 139,000.00	\$ - 0 -	\$ 139,000.00
University of South Carolina	- 0 -	- 0 -	37,478.49	37,478.49
State Ports Authority	3,761.73	15,394,881.00	- 0 -	15,398,642.73
Public Railways Commission	12.41	2,797,159.00	- 0 -	2,797,171.41
Health Insurance Reserve Fund	7,230.43	12,945,000.00	- 0 -	12,952,230.43
Totals - EXHIBIT A	\$11,004.57	\$31,276,040.00	\$37,478.49	\$31,324,523.06

Note: Investment of these funds is made immediately according to the availability of cash.

The cost and market value of the above investments are as follows:

	Investments	
	Bonds at Cost	Stocks at Market
Wil Lou Gray Opportunity School	\$ 138,175.00	\$ - 0 -
University of South Carolina	- 0 -	578,500.24
State Ports Authority	15,109,915.72	- 0 -
Public Railways Commission	2,797,159.00	- 0 -
Health Insurance Reserve Fund	12,863,226.39	- 0 -
Totals	\$30,908,476.11	\$578,500.24

**STATEMENT OF BANK ACCOUNTS
AND INVESTMENT BALANCES**

As of June 30, 1986

BANK	CITY	AMOUNT
Anderson Brothers Bank	Aynor	\$ 200,000.00
Anderson Brothers Bank	Mullins	435,000.00
Anderson National Bank	Anderson	200,000.00
Anderson State Bank	Hemingway	500,000.00
Andrews Bank and Trust	Andrews	300,000.00
Andrews Bank and Trust	Georgetown	200,000.00
Andrews Bank and Trust	Pawleys Island	200,000.00
Arthur State Bank	Union	636,477.50
M. S. Bailey and Son, Bankers	Clinton	600,000.00
Bank of Clarendon	Manning	399,828.04
Bank of Elloree	Elloree	369,168.09
Bank of Fairfield	Winnsboro	300,000.00
Bank of Greeleyville	Greeleyville	200,000.00
Bank of Greer	Greer	1,005,918.25
Bank of Hartsville	Hartsville	900,000.00
Bank of Heath Springs	Heath Springs	200,000.00
Bank of Hodges	Greenwood	200,000.00
Bank of Hodges	Hodges	200,000.00
Bank of Jefferson	Jefferson	125,000.00
Bank of Ridgeway	Ridgeway	250,000.00
Bank of Travelers Rest	Travelers Rest	354,722.81
Bank of Westminster	Westminster	300,000.00
Bank of York	York	450,000.00
Blue Ridge Bank	Walhalla	314,422.32
Citizens and Southern National Bank	Aiken	200,000.00
Citizens and Southern National Bank	Anderson	200,000.00
Citizens and Southern National Bank	Barnwell	200,000.00
Citizens and Southern National Bank	Beaufort	200,000.00
Citizens and Southern National Bank	Camden	200,000.00
Citizens and Southern National Bank	Cayce	200,000.00
Citizens and Southern National Bank	Central	200,000.00
Citizens and Southern National Bank	Charleston	200,000.00
Citizens and Southern National Bank	Chester	200,000.00
Citizens and Southern National Bank	Clearwater	200,000.00
Citizens and Southern National Bank	Clemson	200,000.00
Citizens and Southern National Bank	Columbia	3,001,181.18
Citizens and Southern National Bank	Conway	200,000.00
Citizens and Southern National Bank	Darlington	200,000.00
Citizens and Southern National Bank	Easley	200,000.00
Citizens and Southern National Bank	Edgefield	200,000.00
Citizens and Southern National Bank	Florence	200,000.00
Citizens and Southern National Bank	Fort Mill	200,000.00
Citizens and Southern National Bank	Fountain Inn	200,000.00
Citizens and Southern National Bank	Gaffney	200,000.00
Citizens and Southern National Bank	Garden City	200,000.00
Citizens and Southern National Bank	Goose Creek	200,000.00
Citizens and Southern National Bank	Graniteville	200,000.00
Citizens and Southern National Bank	Greenville	200,000.00
Citizens and Southern National Bank	Greenwood	200,000.00
Citizens and Southern National Bank	Greer	200,000.00
Citizens and Southern National Bank	Hemingway	200,000.00
Citizens and Southern National Bank	Hilton Head	200,000.00
Citizens and Southern National Bank	Inman	200,000.00
Citizens and Southern National Bank	James Island	200,000.00
Citizens and Southern National Bank	Johnston	200,000.00

**STATEMENT OF BANK ACCOUNTS
AND INVESTMENT BALANCES**

As of June 30, 1986

BANK	CITY	AMOUNT
Citizens and Southern National Bank	Lake City	\$ 200,000.00
Citizens and Southern National Bank	Lake Wylie	200,000.00
Citizens and Southern National Bank	Lexington	200,000.00
Citizens and Southern National Bank	Liberty	200,000.00
Citizens and Southern National Bank	Marion	200,000.00
Citizens and Southern National Bank	Moncks Corner	200,000.00
Citizens and Southern National Bank	Mt. Pleasant	200,000.00
Citizens and Southern National Bank	Mullins	200,000.00
Citizens and Southern National Bank	Myrtle Beach	200,000.00
Citizens and Southern National Bank	Newberry	200,000.00
Citizens and Southern National Bank	North Augusta	200,000.00
Citizens and Southern National Bank	North Charleston	200,000.00
Citizens and Southern National Bank	North Myrtle Beach	200,000.00
Citizens and Southern National Bank	Orangeburg	200,000.00
Citizens and Southern National Bank	Pendleton	200,000.00
Citizens and Southern National Bank	Powersville	200,000.00
Citizens and Southern National Bank	Rock Hill	200,000.00
Citizens and Southern National Bank	Seneca	200,000.00
Citizens and Southern National Bank	Simpsonville	200,000.00
Citizens and Southern National Bank	Spartanburg	200,000.00
Citizens and Southern National Bank	Summerville	200,000.00
Citizens and Southern National Bank	Sumter	200,000.00
Citizens and Southern National Bank	Taylors	200,000.00
Citizens and Southern National Bank	West Columbia	200,000.00
Citizens and Southern National Bank	Westminster	200,000.00
Citizens and Southern National Bank	Williston	200,000.00
Capital Bank and Trust	Belton	5,529.58
Carolina Commercial Bank	Allendale	460,009.87
Chesnee State Bank	Chesnee	550,000.00
Citizens Bank	Lynchburg	200,000.00
Citizens Bank	Olanta	200,000.00
Citizens Bank	Turbeville	200,000.00
Commercial Bank	Donalds	200,000.00
Commercial Bank	Due West	200,000.00
Commercial Bank	Honea Path	200,000.00
Community Bank	Easley	200,000.00
Community Bank	Greenville	1,150,000.00
Community Bank	Greer	200,000.00
Community Bank	Seneca	100,000.00
Community Bank	Spartanburg	100,000.00
Conway National Bank	Conway	765,000.00
Conway National Bank	Myrtle Beach	200,000.00
Conway National Bank	Surfside Beach	200,000.00
County Bank	Greenwood	500,000.00
Davis National Bank	Mullins	450,000.00
Dorn Banking Company	McCormick	354,814.57
Enterprise Bank	Ehrhardt	601,893.55
Enterprise Bank	Walterboro	200,000.00
Exchange Bank	Estill	400,000.00
Farmers and Merchants Bank of S. C.	Bowman	200,000.00
Farmers and Merchants Bank of S. C.	Eutawville	100,000.00
Farmers and Merchants Bank of S. C.	Holly Hill	301,000.00
Farmers and Merchants Bank of S. C.	Moncks Corner	200,000.00
Farmers and Merchants Bank	Ridgeville	450,000.00
Farmers and Merchants Bank	St. George	11,918.06

**STATEMENT OF BANK ACCOUNTS
AND INVESTMENT BALANCES**

As of June 30, 1986

BANK	CITY	AMOUNT
First Atlantic Bank	Little River	\$ 100,000.00
First Citizens Bank	Columbia	155,535.26
First National Bank in Orangeburg	Bamberg	220,000.00
First National Bank in Orangeburg	Cameron	200,000.00
First National Bank in Orangeburg	Denmark	255,000.00
First National Bank in Orangeburg	Harleyville	200,000.00
First National Bank in Orangeburg	Orangeburg	575,000.00
First National Bank in Orangeburg	Ridgeland	250,000.00
First National Bank in Orangeburg	St. George	310,000.00
First National Bank in Orangeburg	Walterboro	460,000.00
First National Bank of Holly Hill	Holly Hill	550,000.00
First National Bank of Holly Hill	Summerville	205,186.24
First National Bank of Pickens County	Easley	400,000.00
First National Bank of Sharon	Sharon	200,000.00
First Palmetto State Bank and Trust	Columbia	1,300,000.00
First Union National Bank of S. C.	Anderson	300,000.00
First Union National Bank of S. C.	Barnwell	200,000.00
First Union National Bank of S. C.	Bennettsville	200,000.00
First Union National Bank of S. C.	Blacksburg	200,000.00
First Union National Bank of S. C.	Blackville	200,000.00
First Union National Bank of S. C.	Branchville	200,000.00
First Union National Bank of S. C.	Chapin	200,000.00
First Union National Bank of S. C.	Charleston	200,000.00
First Union National Bank of S. C.	Chester	225,000.00
First Union National Bank of S. C.	Clover	200,000.00
First Union National Bank of S. C.	Columbia	1,948,003.10
First Union National Bank of S. C.	Easley	200,000.00
First Union National Bank of S. C.	Florence	850,000.00
First Union National Bank of S. C.	Fountain Inn	200,000.00
First Union National Bank of S. C.	Gaffney	400,000.00
First Union National Bank of S. C.	Goose Creek	100,000.00
First Union National Bank of S. C.	Gray Court	100,000.00
First Union National Bank of S. C.	Greenville	900,000.00
First Union National Bank of S. C.	Hanahan	100,000.00
First Union National Bank of S. C.	Hardeeville	200,000.00
First Union National Bank of S. C.	Hilton Head	100,000.00
First Union National Bank of S. C.	Hollywood	200,000.00
First Union National Bank of S. C.	Irmo	200,000.00
First Union National Bank of S. C.	Isle of Palms	100,000.00
First Union National Bank of S. C.	Laurens	300,000.00
First Union National Bank of S. C.	Lugoff	200,000.00
First Union National Bank of S. C.	McColl	200,000.00
First Union National Bank of S. C.	Mt. Pleasant	100,000.00
First Union National Bank of S. C.	North Charleston	200,000.00
First Union National Bank of S. C.	Norway	100,000.00
First Union National Bank of S. C.	Orangeburg	770,000.00
First Union National Bank of S. C.	Pelzer	100,000.00
First Union National Bank of S. C.	Piedmont	235,000.00
First Union National Bank of S. C.	Prosperity	265,000.00
First Union National Bank of S. C.	Ridgeland	200,000.00
First Union National Bank of S. C.	Rock Hill	350,000.00
First Union National Bank of S. C.	Salley	200,000.00
First Union National Bank of S. C.	Spartanburg	500,000.00
First Union National Bank of S. C.	Springfield	200,000.00
First Union National Bank of S. C.	St. Matthews	200,000.00

**STATEMENT OF BANK ACCOUNTS
AND INVESTMENT BALANCES**

As of June 30, 1986

BANK	CITY	AMOUNT
First Union National Bank of S. C.	Swansea	\$ 200,000.00
First Union National Bank of S. C.	Travelers Rest	200,000.00
First Union National Bank of S. C.	Walhalla	200,000.00
First Union National Bank of S. C.	West Columbia	225,000.00
First Union National Bank of S. C.	Williamston	200,000.00
First Union National Bank of S. C.	Williston	200,000.00
First Union National Bank of S. C.	Winnsboro	250,000.00
First Union National Bank of S. C.	York	200,000.00
Hampton County Bank	Varnville	500,000.00
Horry County National Bank	Loris	425,000.00
Johnsonville State Bank	Johnsonville	200,000.00
Lake City State Bank	Lake City	428,210.25
Lexington State Bank	Lexington	814,100.25
Liberty National Bank	Charleston	400,000.00
Marion National Bank	Marion	500,000.00
Morgan Guaranty Trust	New York, N. Y.	16,514.60
NCNB South Carolina	Abbeville	200,000.00
NCNB South Carolina	Aiken	200,000.00
NCNB South Carolina	Anderson	200,000.00
NCNB South Carolina	Barnwell	200,000.00
NCNB South Carolina	Batesburg	200,000.00
NCNB South Carolina	Beaufort	200,000.00
NCNB South Carolina	Calhoun Falls	200,000.00
NCNB South Carolina	Charleston	200,000.00
NCNB South Carolina	Columbia	2,694,680.04
NCNB South Carolina	Florence	200,000.00
NCNB South Carolina	Greenville	200,000.00
NCNB South Carolina	Greenwood	200,000.00
NCNB South Carolina	Greer	200,000.00
NCNB South Carolina	Hilton Head	200,000.00
NCNB South Carolina	Joanna	200,000.00
NCNB South Carolina	Johnston	200,000.00
NCNB South Carolina	Langley	200,000.00
NCNB South Carolina	Mauldin	200,000.00
NCNB South Carolina	Myrtle Beach	200,000.00
NCNB South Carolina	New Ellenton	200,000.00
NCNB South Carolina	Newberry	200,000.00
NCNB South Carolina	Ninety Six	200,000.00
NCNB South Carolina	North	200,000.00
NCNB South Carolina	North Augusta	200,000.00
NCNB South Carolina	Orangeburg	200,000.00
NCNB South Carolina	Pickens	200,000.00
NCNB South Carolina	Ridge Spring	200,000.00
NCNB South Carolina	Saluda	200,000.00
NCNB South Carolina	Seneca	200,000.00
NCNB South Carolina	Simpsonville	200,000.00
NCNB South Carolina	Spartanburg	200,000.00
NCNB South Carolina	Sumter	200,000.00
NCNB South Carolina	Wagener	200,000.00
NCNB South Carolina	Ware Shoals	200,000.00

**STATEMENT OF BANK ACCOUNTS
AND INVESTMENT BALANCES**

As of June 30, 1986

BANK	CITY	AMOUNT
NCNB South Carolina	West Columbia	\$ 200,000.00
NCNB South Carolina	Whitmire	200,000.00
National Bank of S. C.	Bishopville	200,000.00
National Bank of S. C.	Columbia	700,042.02
National Bank of S. C.	Loris	200,000.00
National Bank of S. C.	Manning	275,000.00
National Bank of S. C.	North Myrtle Beach	200,000.00
National Bank of S. C.	North Charleston	600,000.00
National Bank of S. C.	Summerville	100,000.00
National Bank of S. C.	Sumter	735,894.10
National Bank of S. C.	Summerton	200,000.00
Palmetto State Bank	Beaufort	200,000.00
Palmetto State Bank	Hampton	329,115.43
Pamplico Bank and Trust Company	Pamplico	235,000.00
Pee Dee State Bank	Timmonsville	450,000.00
Peoples Bank of Bishopville	Bishopville	739,732.18
Peoples Bank of Iva	Iva	400,000.00
Republic National Bank	Columbia	400,000.00
Rock Hill National Bank	Rock Hill	1,300,000.00
South Carolina National Bank	Abbeville	200,000.00
South Carolina National Bank	Aiken	200,000.00
South Carolina National Bank	Anderson	100,000.00
South Carolina National Bank	Andrews	200,000.00
South Carolina National Bank	Bamberg	200,000.00
South Carolina National Bank	Batesburg	200,000.00
South Carolina National Bank	Beaufort	800,000.00
South Carolina National Bank	Belton	200,000.00
South Carolina National Bank	Bennettsville	270,000.00
South Carolina National Bank	Camden	200,000.00
South Carolina National Bank	Charleston	100,000.00
South Carolina National Bank	Cheraw	200,000.00
South Carolina National Bank	Chester	200,000.00
South Carolina National Bank	Clemson	200,000.00
South Carolina National Bank	Clinton	200,000.00
South Carolina National Bank	Clover	200,000.00
South Carolina National Bank	Columbia	4,330,074.56
South Carolina National Bank	Conway	200,000.00
South Carolina National Bank	Darlington	200,000.00
South Carolina National Bank	Denmark	200,000.00
South Carolina National Bank	Dillon	200,000.00
South Carolina National Bank	Edgefield	200,000.00
South Carolina National Bank	Florence	200,000.00
South Carolina National Bank	Gaffney	425,000.00
South Carolina National Bank	Georgetown	300,000.00
South Carolina National Bank	Greenville	775,000.00
South Carolina National Bank	Greenwood	200,000.00
South Carolina National Bank	Hartsville	500,000.00
South Carolina National Bank	Hilton Head	100,000.00
South Carolina National Bank	Kershaw	200,000.00
South Carolina National Bank	Lake City	200,000.00

STATEMENT OF BANK ACCOUNTS
AND INVESTMENT BALANCES

As of June 30, 1986

BANK	CITY	AMOUNT
South Carolina National Bank	Lancaster	900,000.00
South Carolina National Bank	Leesville	\$ 200,000.00
South Carolina National Bank	Lexington	250,000.00
South Carolina National Bank	Marion	200,000.00
South Carolina National Bank	Moncks Corner	200,000.00
South Carolina National Bank	Myrtle Beach	200,000.00
South Carolina National Bank	Newberry	200,000.00
South Carolina National Bank	North Augusta	200,000.00
South Carolina National Bank	Pageland	250,000.00
South Carolina National Bank	Pickens	200,000.00
South Carolina National Bank	Rock Hill	300,000.00
South Carolina National Bank	Seneca	200,000.00
South Carolina National Bank	Spartanburg	100,000.00
South Carolina National Bank	St. Matthews	200,000.00
South Carolina National Bank	St. Stephen	200,000.00
South Carolina National Bank	Summerville	100,000.00
South Carolina National Bank	Sumter	200,000.00
South Carolina National Bank	Union	200,000.00
South Carolina National Bank	Walterboro	200,000.00
Sandhills Bank	Bethune	300,000.00
Sandhills Bank	McBee	200,000.00
The Anchor Bank	Myrtle Beach	900,000.00
The Exchange Bank	Kingstree	350,000.00
The Palmetto Bank	Fountain Inn	200,000.00
The Palmetto Bank	Greenville	200,000.00
The Palmttto Bank	Laurens	612,873.47
The Palmetto Bank	Spartanburg	200,000.00
Victory Savings Bank	Columbia	1,105,000.00
Waccamaw State Bank	Surfside Beach	200,000.00
Williamsburg First National Bank	Kingstree	428,404.50
Woodruff State Bank	Woodruff	485,000.00
U. S. Governments and Agencies		\$1,142,898,779.93
State Housing Authority Mortgages Receivable		383,635,964.87
Insured Building, Saving and Loan Association		24,700,000.00
Unemployed Compensation Trust in Deposit with U. S. Treasury	Washington	110,706,187.98
Escheat Account at South Carolina National Bank	Columbia	24,107.96
Composite Reservoir Accounts:		
NCNB South Carolina	Columbia	4,343,192.64
Citizens and Southern National Bank	Columbia	9,695,809.40
First Union National Bank of S. C.	Columbia	3,733,906.41
South Carolina National Bank	Columbia	16,861,045.19
Total Cash and Investments - Exhibit A		<u>\$1,789,264,244.20</u>
The above cash is classified in the accounting records as follows:		
General Fund	\$28,458,214.10	
General Fund Reserve	<u>89,128,404.40</u>	\$ 117,586,618.50
Earmarked Funds		547,623,394.89
Restricted Funds		1,045,801,482.80
Composite Reservoir Accounts		34,633,953.64
Clearing Accounts to be Funded		<u>43,618,794.37</u>
Total		<u>\$1,789,264,244.20</u>

SUMMARY STATEMENT OF DISTRIBUTIONS

For the Fiscal Year Ended June 30, 1986

	COUNTIES	COUNTY SEATS	CITIES/TOWNS	PLANNING DISTRICTS	TOTAL
Income Tax	\$ 66,115,921.65	\$ 2,485,638.32	\$ 2,201,150.14	\$ -0-	\$ 70,802,710.11
Gasoline Tax	16,013,707.22	-0-	-0-	-0-	16,013,707.22
Alcoholic Liquors Tax	6,677,638.88	3,543,403.22	3,134,233.66	-0-	13,355,275.76
Beer and Wine Tax	3,538,234.38	4,828,123.98	4,270,309.87	-0-	12,636,668.23
Insurance Tax	14,475,934.53	-0-	-0-	-0-	14,475,934.53
Bank Tax	2,413,942.43	663,000.87	454,330.17	-0-	3,531,273.47
Alcoholic Liquors Tax - Mini Bottle	3,165,052.24	-0-	-0-	-0-	3,165,052.24
Motor Transport Fees	-0-	687,852.08	823,784.92	-0-	1,511,637.00
Planning Districts	-0-	-0-	-0-	534,468.75	534,468.75
Brokers Premium Tax	157,619.83	46,619.38	43,330.16	-0-	247,569.37
Brokers Premium Tax - Fire Departments	2,248,441.12	-0-	-0-	-0-	2,248,441.12
Accommodations Tax	3,894,588.80	1,788,028.90	4,791,982.84	-0-	10,474,600.54
National Forest Fund	2,697,687.36	-0-	-0-	-0-	2,697,687.36
Military Installations Forest Fund	20,219.34	-0-	-0-	-0-	20,219.34
Flood Control	18,999.80	-0-	-0-	-0-	18,999.80
Totals	<u>\$121,437,987.58</u>	<u>\$14,042,666.75</u>	<u>\$15,719,121.76</u>	<u>\$534,468.75</u>	<u>\$151,734,244.84</u>

STATEMENT OF DISTRIBUTIONS TO COUNTIES

For the Fiscal Year Ended June 30, 1986

County	Income Tax	Gasoline Tax	Alcoholic Liquors Tax	Beer and Wine Tax	Insurance Tax	Bank Tax	Alcoholic Liquors Tax Mini-Bottle	Brokers Prem. Tax Fire Dept.	Brokers Prem. Tax	Accommodations Tax	Total
Abbeville	\$ 496,637.22	\$ 131,982.23	\$ 48,399.50	\$ 25,645.10	\$ 104,921.57	\$ 11,908.20	\$ 22,940.28	\$ 21,151.64	\$ 213.93	\$ 25,553.77	\$ 889,353.44
Aiken	2,328,833.46	544,372.68	225,931.21	119,712.60	489,778.77	56,422.90	107,086.36	74,239.74	1,082.39	50,779.57	3,998,239.68
Allendale	230,926.26	76,035.13	22,884.25	12,125.50	49,609.03	12,300.24	10,846.61	11,074.23	755.87	16,747.58	443,304.70
Anderson	2,787,635.89	650,920.64	284,988.26	151,004.75	617,803.93	63,090.88	135,078.08	83,523.97	2,260.18	33,821.78	4,810,128.36
Bamberg	383,941.90	105,615.43	38,757.00	20,535.90	84,018.32	20,597.30	18,369.95	9,013.56	591.40	23,862.43	705,303.19
Barnwell	433,884.82	127,760.26	42,496.48	22,517.31	92,124.85	10,617.53	20,142.37	13,639.04	369.63	17,415.10	780,967.39
Beaufort	1,366,428.09	340,732.16	139,816.38	74,083.53	303,097.12	58,830.99	66,269.85	95,120.98	16,635.15	48,778.60	2,509,792.85
Berkeley	1,929,825.18	473,237.19	202,619.57	107,360.63	439,243.28	15,881.70	96,037.16	51,706.78	2,188.34	56,242.68	3,374,342.51
Calhoun	257,278.54	100,087.90	26,109.54	13,834.48	56,600.90	5,380.89	12,375.33	6,334.75	81.06	37,625.22	515,708.61
Charleston	5,413,074.56	1,096,722.65	592,453.46	313,919.20	1,284,333.86	147,015.21	280,809.75	222,749.22	22,076.08	311,356.75	9,684,510.74
Cherokee	899,947.57	240,182.61	87,664.02	46,449.93	190,040.07	27,838.17	41,550.79	26,502.54	2,557.86	20,053.48	1,582,787.04
Chester	618,715.83	185,977.36	64,485.93	34,168.71	139,794.10	9,319.91	30,564.89	15,160.33	374.66	32,476.08	1,131,037.80
Chesterfield	830,294.65	195,533.17	81,627.44	43,251.36	176,953.82	17,551.92	38,689.57	18,318.60	336.25	25,670.98	1,428,227.76
Clarendon	573,634.86	154,954.37	58,743.17	31,125.82	127,344.80	42,615.59	27,842.95	16,373.12	533.91	78,982.37	1,112,150.96
Colleton	616,114.04	203,104.29	67,971.67	36,015.67	147,350.54	25,380.33	32,217.04	23,925.70	2,338.20	85,912.76	1,240,330.24
Darlington	1,339,899.08	314,661.78	134,153.74	71,083.11	290,821.52	50,713.01	63,585.88	36,005.65	1,239.13	31,329.37	2,333,492.27
Dillon	685,273.40	153,662.61	66,489.22	35,230.18	144,136.88	12,915.26	31,514.40	13,209.08	527.67	86,697.25	1,229,655.95
Dorchester	1,251,936.28	351,187.73	125,693.17	66,600.16	272,480.52	47,805.80	59,575.75	40,752.93	1,039.14	83,474.41	2,300,545.89
Edgefield	397,489.44	122,763.00	37,494.91	19,867.16	81,282.37	6,826.68	17,771.75	9,965.73	210.11	34,253.57	727,924.72
Fairfield	469,642.16	137,705.51	44,279.40	23,462.01	95,989.92	19,911.50	20,987.44	11,859.14	402.95	42,759.72	866,999.75
Florence	2,348,734.30	524,851.18	235,640.50	124,857.21	510,826.78	86,440.82	111,688.34	74,969.65	7,537.20	247,710.21	4,273,256.19
Georgetown	868,666.81	258,520.70	90,822.55	48,123.51	196,887.19	45,671.65	43,047.86	40,840.49	3,637.72	184,987.66	1,781,206.14
Greenville	6,164,186.03	1,405,637.83	615,851.91	326,317.17	1,335,057.54	250,364.93	291,900.10	247,740.10	15,090.46	327,744.16	10,979,890.23
Greenwood	1,253,988.68	335,533.82	123,736.63	65,563.46	268,239.07	43,333.68	58,648.40	43,476.02	1,720.86	9,924.65	2,204,165.27
Hampton	406,561.06	120,349.25	38,843.80	20,581.89	84,206.51	25,852.91	18,411.09	12,101.16	2,411.52	26,235.55	755,554.74

STATEMENT OF DISTRIBUTIONS TO COUNTIES, CONTINUED

For the Fiscal Year Ended June 30, 1986

County	Income Tax	Gasoline Tax	Alcoholic Liquors Tax	Beer and Wine Tax	Insurance Tax	Bank Tax	Alcoholic Liquors Tax Mini-Bottle	Brokers Prem. Tax Fire Dept.	Brokers Prem. Tax	Accommodations Tax	Total
Horry	\$ 2,171,975.39	\$ 581,103.84	\$ 216,936.43	\$ 114,946.61	\$ 470,279.69	\$ 158,475.04	\$ 102,823.03	\$ 137,369.84	\$ 25,546.57	\$ 484,381.00	\$ 4,463,837.44
Jasper	318,115.29	97,829.99	31,024.29	16,438.61	67,255.19	7,903.97	14,704.82	10,004.51	589.32	95,513.83	659,379.82
Kershaw	828,356.18	271,302.32	83,450.44	44,217.29	180,905.75	16,776.39	39,553.63	28,079.09	935.10	42,482.03	1,536,058.22
Lancaster	1,137,750.30	292,788.98	114,140.86	60,479.02	247,437.15	10,936.98	54,100.21	28,672.29	1,346.88	21,459.88	1,969,112.55
Laurens	1,156,612.91	292,462.05	111,683.49	59,176.96	242,110.01	50,139.86	52,935.48	27,005.90	666.53	38,331.04	2,031,124.23
Lee	412,120.10	109,120.12	40,486.51	21,452.31	87,767.59	9,199.72	19,189.69	10,341.58	578.81	39,024.33	749,280.76
Lexington	2,856,705.97	788,303.99	300,219.95	159,075.46	650,823.54	108,569.70	142,297.56	95,037.03	3,836.41	171,580.98	5,276,450.59
McCormick	174,215.77	67,147.12	16,680.72	8,838.50	36,160.88	13,022.16	7,906.28	4,182.32	312.69	41,001.66	369,468.10
Marion	756,502.01	166,222.51	73,106.77	38,736.57	158,482.53	56,938.72	34,650.98	23,294.92	1,378.78	23,828.45	1,333,142.24
Marlboro	703,797.68	150,835.19	67,664.50	35,852.91	146,684.64	8,260.11	32,071.45	13,237.46	1,074.88	34,750.11	1,194,228.93
Newberry	692,715.25	213,231.32	66,829.79	35,410.63	144,875.15	12,281.54	31,675.81	19,648.42	1,004.13	35,153.66	1,252,825.70
Oconee	1,049,217.64	305,783.38	103,977.49	55,093.82	225,404.78	27,908.77	49,283.01	27,865.53	527.94	40,823.31	1,885,885.67
Orangeburg	1,719,891.25	384,030.32	175,989.15	93,250.15	381,513.25	92,885.90	83,414.93	48,922.77	3,875.76	98,386.59	3,082,160.07
Pickens	1,664,108.74	416,534.20	169,605.33	89,867.61	367,674.26	61,459.05	80,389.14	50,586.34	1,582.40	3,857.14	2,905,664.21
Richland	5,717,999.25	1,095,401.32	576,968.01	305,714.04	1,250,764.17	303,851.78	273,469.99	190,328.35	11,431.76	204,940.79	9,930,869.46
Saluda	365,754.51	122,423.00	34,543.40	18,303.27	74,884.01	6,132.43	16,372.80	7,809.37	191.96	37,606.48	684,021.23
Spartanburg	4,299,174.58	1,000,694.17	431,782.79	228,785.75	936,028.40	108,435.36	204,655.43	141,390.43	9,829.64	181,575.88	7,542,352.43
Sumter	1,894,515.58	395,898.02	188,750.13	100,011.71	409,176.77	56,661.92	89,463.35	51,559.43	2,237.76	34,226.78	3,222,501.45
Union	684,060.92	165,156.18	65,801.43	34,865.74	142,645.86	27,816.59	31,188.40	15,505.92	277.42	32,306.40	1,199,624.86
Williamsburg	838,707.40	199,433.01	81,767.66	43,325.65	177,257.82	37,413.90	38,756.04	20,080.53	734.29	32,936.62	1,470,412.92
York	2,320,074.82	545,914.71	228,276.03	120,955.42	494,859.83	124,284.54	108,198.22	77,764.94	3,449.13	260,026.14	4,283,803.78
Totals	\$66,115,921.65	\$16,013,707.22	\$6,677,638.88	\$3,538,234.38	\$14,475,934.53	\$2,413,942.43	\$3,165,052.24	\$2,248,441.12	\$157,619.83	\$3,894,588.80	\$118,701,081.08

STATEMENT OF DISTRIBUTIONS TO MUNICIPALITIES

For the Fiscal Year Ended June 30, 1986

County Seats	Alcoholic Liquors Tax	Bank Tax	Beer and Wine Tax	Motor Transport Fees	Brokers Premium Tax	Income Tax	Accommodations Tax	Totals
Abbeville	\$ 33,751.87	\$ 2,388.30	\$ 45,989.23	\$ 11,022.15	\$ 195.61	\$ 23,676.95	\$ 17,394.10	\$ 134,418.21
Aiken	86,670.60	17,118.08	118,094.80	18,458.14	319.42	60,797.79	50,904.68	352,363.51
Allendale	25,461.03	3,904.66	34,691.91	8,314.39	169.56	17,860.22	25,337.46	115,739.23
Anderson	161,818.40	11,944.26	220,488.65	25,791.90	1,275.17	113,513.83	51,885.93	586,718.14
Bamberg	21,248.38	1,685.78	28,952.62	6,938.71	94.90	14,905.16	13,599.05	87,424.60
Barnwell	32,240.32	2,842.62	43,929.63	10,528.95	122.08	22,617.53	15,872.26	128,153.39
Beaufort	49,960.51	7,234.29	68,074.94	14,875.62	266.55	35,046.60	50,952.77	226,411.28
Bennettsville	50,771.84	3,147.85	69,179.75	14,954.68	661.98	35,614.89	11,295.68	185,626.67
Bishopville	19,842.72	4,042.97	27,036.76	6,479.51	392.29	13,918.80	9,723.06	81,436.11
Camden	43,181.24	6,608.46	58,837.21	14,100.38	134.77	30,289.31	9,330.97	162,482.34
Charleston	402,222.69	44,527.44	548,055.02	49,252.45	11,893.62	282,150.78	410,599.15	1,748,701.15
Chester	39,463.65	3,545.99	53,771.76	12,887.29	198.92	27,683.34	15,948.96	153,499.91
Chesterfield	8,287.47	3,395.80	11,292.12	2,808.63	11.75	5,812.69	1,496.15	33,104.61
Columbia	580,881.73	133,573.56	791,490.38	66,687.58	9,252.15	407,476.72	301,611.12	2,290,973.24
Conway	59,253.94	23,517.15	80,737.58	15,782.53	373.57	41,565.59	12,206.34	233,436.70
Darlington	46,228.65	7,349.52	62,989.46	14,511.40	308.39	32,428.46	10,537.31	174,353.19
Dillon	40,855.00	4,006.66	55,667.59	13,340.72	119.87	28,657.52	20,253.05	162,900.41
Edgefield	15,697.78	1,576.85	21,389.00	5,126.53	73.56	11,012.45	7,644.62	62,520.79
Florence	168,828.06	21,270.22	230,039.62	26,475.74	2,326.46	118,429.44	61,042.85	628,412.39
Gaffney	77,847.96	11,093.57	106,072.96	17,596.95	507.82	54,607.59	29,771.29	297,498.14
Georgetown	58,699.68	9,485.68	79,982.42	15,728.32	784.07	41,175.91	30,643.62	236,499.70
Greenville	337,018.41	74,193.22	459,209.74	42,889.37	6,252.62	236,412.40	212,604.33	1,368,580.09
Greenwood	125,064.91	17,201.25	176,409.01	22,204.89	1,159.44	87,730.18	45,386.13	469,155.81
Hampton	18,185.21	3,552.63	24,778.82	5,939.04	95.22	12,757.88	7,848.83	73,157.63
Kingstree	23,998.63	10,833.93	32,699.35	7,836.26	221.06	16,833.24	11,210.48	103,632.95

STATEMENT OF DISTRIBUTIONS TO MUNICIPALITIES, CONTINUED

For the Fiscal Year Ended June 30, 1986

County Seats	Alcoholic Liquors Tax	Bank Tax	Beer and Wine Tax	Motor Transport Fees	Brokers Premium Tax	Income Tax	Accommodations Tax	Totals
Lancaster	\$ 56,146.43	\$ 3,016.93	\$ 76,503.45	\$ 15,479.29	\$ 862.20	\$ 39,385.83	\$ 29,385.25	\$ 220,779.38
Laurens	61,259.63	12,570.99	83,470.48	15,978.53	175.43	42,974.12	7,136.31	223,565.49
Lexington	12,329.84	21,191.58	16,800.04	4,026.78	363.18	8,650.02	456.89	63,818.33
McCormick	9,983.59	6,507.58	13,603.12	3,259.58	18.05	7,002.02	8,745.49	49,119.43
Manning	27,463.40	11,605.69	37,420.89	8,968.14	187.75	19,264.68	3,756.91	108,667.46
Marion	44,556.83	12,880.71	60,711.49	14,348.20	429.17	31,255.37	12,712.39	176,894.16
Moncks Corner	21,405.29	5,864.61	29,165.79	6,989.70	116.72	15,014.76	11,173.10	89,729.97
Newberry	57,090.37	4,716.58	77,789.69	15,571.37	244.24	40,047.47	16,609.86	212,069.58
Orangeburg	86,410.18	26,388.99	117,739.96	18,432.68	1,963.82	60,615.13	48,512.26	360,063.02
Pickens	18,511.48	4,299.57	25,222.82	6,044.86	402.12	12,985.19	783.36	68,249.40
Ridgeland	6,615.64	3,631.98	9,014.15	2,645.43	26.21	4,639.60	6,241.16	32,814.17
Saluda	15,924.82	2,513.35	21,698.36	5,200.23	92.07	11,170.76	9,256.53	65,856.12
Spartanburg	253,599.84	30,677.47	345,547.13	34,748.64	2,258.66	177,895.84	72,956.78	917,684.36
St. George	12,349.88	6,721.83	16,827.33	4,032.43	120.12	8,662.19	1,983.00	50,696.78
St. Matthews	14,442.38	804.60	19,678.50	4,716.52	40.67	10,131.61	10,138.54	59,952.82
Sumter	144,027.15	28,313.96	196,246.62	24,055.43	726.20	101,031.99	53,037.91	547,439.26
Union	60,892.35	13,751.88	82,970.06	15,942.35	74.43	42,714.33	15,567.15	231,912.55
Walhalla	23,011.29	7,037.41	31,354.61	7,515.04	39.84	16,143.20	4,313.85	89,415.24
Walterboro	35,928.77	12,682.71	48,955.33	11,732.65	1,130.03	25,203.21	30,192.80	165,825.50
Winnsboro	16,889.75	6,987.36	23,013.73	5,515.82	44.87	11,848.62	6,667.56	70,967.71
York	37,083.63	10,794.35	50,530.10	12,116.28	92.75	26,027.11	3,301.61	139,945.83
Total County Seats	<u>\$3,543,403.22</u>	<u>\$ 663,000.87</u>	<u>\$4,828,123.98</u>	<u>\$687,852.08</u>	<u>\$46,619.38</u>	<u>\$2,485,638.32</u>	<u>\$1,788,028.90</u>	<u>\$14,042,666.75</u>
Cities and Towns								
Andrews	\$ 18,105.08	\$ 6,385.45	\$ 24,669.64	\$ 5,912.66	\$ 266.01	\$ 12,701.05	\$ 3,065.47	\$ 71,105.36
Arcadia Lakes	3,534.86		4,816.41	1,154.58	8.35	2,480.14		11,994.34
Atlantic Beach	1,671.79		2,277.95	546.06		1,173.09	22,124.43	27,793.32
Aynor	3,721.84	2,298.01	5,071.17	1,215.01	70.52	2,610.04		14,986.59
Batesburg	23,278.39	1,686.40	31,718.55	7,601.95	19.89	16,329.92	1,393.39	82,028.49

STATEMENT OF DISTRIBUTIONS TO MUNICIPALITIES, CONTINUED

For the Fiscal Year Ended June 30, 1986

Cities and Towns	Alcoholic Liquors Tax	Bank Tax	Beer and Wine Tax	Motor Transport Fees	Brokers Premium Tax	Income Tax	Accommodations Tax	Totals
Belton	\$ 30,737.85	\$ 2,675.90	\$ 41,882.48	\$ 10,037.66	\$ 78.78	\$ 21,562.15	\$ 598.04	\$ 107,572.86
Bethune	2,781.22	561.36	3,790.12	908.92	19.14	1,952.44	260.53	10,273.73
Blacksburg	10,838.33	700.98	14,767.73	3,539.24	252.25	7,602.77	1,398.97	39,100.27
Blackville	16,434.73	380.43	22,393.21	5,366.54	148.70	11,527.95	6,748.18	62,999.74
Blenheim	1,168.58		1,592.21	381.66		819.95	259.55	4,221.95
Bluffton	3,127.52	1,339.03	4,261.40	1,022.26	104.00	2,196.00		12,050.21
Blythewood	534.20	778.28	727.85	173.84		373.43		2,587.60
Bonneau	2,319.52		3,160.49	757.72		1,627.72	63.49	7,928.94
Bowman	6,578.94	1,646.05	8,964.75	2,148.48	5.52	4,615.24	207.28	24,166.26
Branchville	10,237.34	315.88	13,948.87	3,342.77	21.19	7,180.63	322.51	35,369.19
Briarcliffe Acres	1,956.53		2,665.82	638.73		1,371.98		6,633.06
Brunson	3,414.65	627.51	4,652.64	1,114.94	276.96	2,394.90	1,473.37	13,954.97
Burnettown	2,079.13		2,832.96	678.39		1,457.23	50.98	7,098.69
Calhoun Falls	14,415.67	614.38	19,642.11	4,707.03	6.10	10,111.32	5,254.82	54,751.43
Cameron	3,100.81	1,883.29	4,225.01	1,012.83	23.11	2,175.70	2,177.18	14,597.93
Campobello	2,733.54		3,724.60	891.92	20.92	1,915.92	35.07	9,321.97
Carlisle	2,913.83		3,970.26	950.54		2,041.75	740.64	10,617.02
Cayce	67,708.36	6,662.35	92,257.19	16,607.59	577.44	47,496.00	57,357.39	288,666.32
Central	11,074.45	1,666.78	15,089.53	3,616.73	10.04	7,769.19	362.07	39,588.79
Central Pacolet	1,822.98		2,483.85	595.25		1,278.63	23.40	6,204.11
Chapin	1,798.67	1,765.25	2,450.82	587.67	81.87	1,262.38	33.23	7,979.89
Chappells	630.07		858.59	205.96		442.45	114.47	2,251.54
Cheraw	32,716.84	2,051.57	44,578.98	10,683.96	85.59	22,950.37	20,668.20	133,735.51
Chesnee	6,188.29	683.57	8,431.86	2,020.00	5.81	4,339.22	228.84	21,897.59
City View	9,616.32		13,102.71	3,140.52		6,746.29		32,605.84

STATEMENT OF DISTRIBUTIONS TO MUNICIPALITIES, CONTINUED

For the Fiscal Year Ended June 30, 1986

Cities and Towns	Alcoholic Liquors Tax	Bank Tax	Beer and Wine Tax	Motor Transport Fees	Brokers Premium Tax	Income Tax	Accommodations Tax	Totals
Clemson	\$ 46,976.54	\$ 2,829.92	\$ 64,008.48	\$ 14,584.28	\$ 116.16	\$ 32,952.09	\$ 82,218.30	\$ 243,685.77
Clinton	58,392.51	12,025.63	79,563.89	15,698.39	55.69	40,960.78	8,887.57	215,584.46
Clio	5,967.92	612.22	8,131.61	1,948.23	17.73	4,184.98	1,324.76	22,187.45
Clover	19,970.55	1,319.15	27,211.45	6,521.07	170.58	14,008.09	1,145.24	70,346.13
Cope	968.23		1,319.25	315.59	5.10	677.88	30.44	3,316.49
Cordova	1,168.58		1,592.21	381.66		819.95	36.82	3,999.22
Cottageville	2,145.91		2,923.94	701.03	17.40	1,505.95	175.13	7,469.36
Coward	2,477.37	162.02	3,375.50	808.79		1,737.31	58.27	8,619.26
Cowpens	11,708.83	532.99	15,953.88	3,822.69	176.16	8,211.65	150.32	40,556.52
Cross Hill	3,494.79		4,761.82	1,141.31		2,451.72	290.39	12,140.03
Denmark	25,658.03	4,468.73	34,960.94	8,378.59	41.19	17,998.23	10,831.61	102,337.32
Donalds	2,119.20	1,430.48	2,887.55	691.61		1,485.65	772.08	9,386.57
Due West	7,904.44	1,513.63	10,770.15	2,581.26		5,544.79	2,881.60	31,195.87
Duncan	7,285.82	3,201.29	9,927.36	2,379.01		5,110.45	93.55	27,997.48
Easley	82,538.07	17,872.36	112,463.41	18,054.94	436.12	57,899.57	13,343.22	302,607.69
Eastover	5,200.93	191.12	7,087.10	1,698.78	52.47	3,649.16		17,879.56
Edisto Beach	1,115.14		1,519.42	364.67	38.86	783.41	35,530.62	39,352.12
Ehrhardt	2,043.34	4,136.52	2,784.10	667.03	26.86	1,432.88	862.32	11,953.05
Elgin	3,441.37		4,689.04	1,124.32	20.30	2,415.19	322.30	12,012.52
Elko	1,905.51		2,596.40	621.74		1,335.45	781.73	7,240.83
Elloree	5,260.09	2,521.83	7,167.17	1,717.69	16.23	3,689.75	165.72	20,538.48
Estill	13,354.88	4,975.45	18,197.28	4,361.23	128.60	9,368.49	5,763.64	56,149.57
Eutawville	3,558.24	2,714.55	4,848.89	1,162.08		2,496.37	112.12	14,892.25
Fairfax	12,463.40	2,241.49	16,982.00	4,070.28	83.33	8,743.39	9,586.24	54,170.13
Folly Beach	8,554.57		11,656.06	2,792.87	455.04	5,999.41	17,201.27	46,659.22

STATEMENT OF DISTRIBUTIONS TO MUNICIPALITIES, CONTINUED

For the Fiscal Year Ended June 30, 1986

Cities and Towns	Alcoholic Liquors Tax	Bank Tax	Beer and Wine Tax	Motor Transport Fees	Brokers Premium Tax	Income Tax	Accommodations Tax	Totals
Forest Acres	\$ 35,127.46	\$ 7,813.66	\$ 47,863.51	\$ 11,471.91	\$	\$ 24,643.03	\$	\$ 126,919.57
Fort Lawn	2,726.86		3,715.50	890.05		1,911.85	669.14	9,913.40
Fort Mill	24,085.43	4,480.87	32,817.62	7,864.61	109.57	16,894.14	584.98	86,837.22
Fountain Inn	24,453.65	2,576.37	33,319.86	7,985.58	75.41	17,153.92		85,564.79
Furman	2,012.35		2,741.96	657.54		1,412.58	869.03	7,693.46
Gaston	5,553.91		7,567.50	1,814.03	13.39	3,896.77	102.59	18,948.19
Gifford	2,226.04		3,033.12	727.52		1,562.77	961.43	8,510.88
Gilbert	1,221.99		1,665.00	398.72		856.48	22.54	4,164.73
Goose Creek	103,062.88	1,894.04	140,430.07	20,057.94	222.27	72,297.34	9,147.36	347,111.90
Govan	630.07		858.59	205.96		442.45	266.27	2,403.34
Gray Court	5,715.10	78.56	7,787.69	1,866.95		4,010.43	474.32	19,933.05
Great Falls	15,050.05	828.85	20,506.46	4,914.91	30.47	10,557.82	3,695.24	55,583.80
Greeleyville	3,431.37	1,813.41	4,676.03	1,120.59	18.56	2,407.07	659.72	14,126.75
Greer	60,904.76	18,719.52	82,986.42	15,943.52	297.06	42,722.45	137.63	221,711.36
Hanahan	76,523.39	110.89	104,268.11	17,467.59	147.17	53,678.06	2,621.47	254,816.68
Hardeeville	7,232.40	319.22	9,854.56	2,362.02	260.57	5,073.93	57,029.04	82,131.74
Harleyville	3,508.15	2,034.00	4,780.02	1,145.09		2,459.83	154.69	14,081.78
Hartsville	44,156.17	16,204.93	60,165.58	14,309.22	265.44	30,975.30	6,992.92	173,069.56
Heath Springs	5,667.43	2,446.63	7,722.17	1,849.91		3,973.90	625.72	22,285.76
Hemingway	4,937.16	4,812.06	6,727.09	1,611.86	142.78	3,462.45	5,950.98	27,644.38
Hickory Grove	1,992.31	461.92	2,714.67	650.04		1,396.35	48.34	7,263.63
Hilda	2,052.42		2,796.56	670.81		1,440.99	843.52	7,804.30
Hilton Head	65,642.55	18,045.77	89,442.41	16,405.99	9,964.44	46,046.88	942,366.48	1,187,914.52
Hodges	890.51	1,286.41	1,213.44	291.02		625.11	23.40	4,329.89
Holly Hill	10,327.50	10,682.99	14,072.33	3,372.98	293.11	7,245.56	325.42	46,319.89
Hollywood	4,218.39	329.59	5,747.81	1,377.55		2,959.11	184.15	14,816.60

STATEMENT OF DISTRIBUTIONS TO MUNICIPALITIES, CONTINUED

For the Fiscal Year Ended June 30, 1986

Cities and Towns	Alcoholic Liquors Tax	Bank Tax	Beer and Wine Tax	Motor Transport Fees	Brokers Premium Tax	Income Tax	Accommodations Tax	Totals
Honea Path	\$ 23,805.92	\$ 5,066.31	\$ 32,437.32	\$ 7,773.92	\$ 12.97	\$ 16,699.30	\$ 463.16	\$ 86,258.90
Inman	8,991.97	4,083.32	12,252.65	2,936.48	65.64	6,307.89	115.47	34,753.42
Irmo	31,850.02	4,230.70	43,223.98	7,477.24	115.05	24,831.08	422.89	112,150.96
Isle of Palms	19,796.93	56.16	26,974.90	6,464.42	1,281.76	13,886.31	189,572.23	258,032.71
Iva	7,921.14	4,548.94	10,793.53	2,586.91	16.38	5,556.97	154.12	31,577.99
Jackson	10,247.37	263.65	13,963.15	3,346.49	11.12	7,188.74	386.18	35,406.70
Jamestown	1,115.14		1,519.42	364.67	6.00	783.41	30.56	3,819.20
Jefferson	3,768.58	1,313.34	9,279.92	1,230.15		2,642.50	679.81	18,914.30
Johnsonville	8,221.64	2,839.96	7,057.90	2,685.17	21.59	5,768.04	695.18	27,289.48
Johnston	15,183.59	1,413.21	20,688.42	4,958.41	19.44	10,651.18	7,571.95	60,486.20
Jonesville	6,949.53	147.51	9,469.08	2,269.45		4,875.02	1,768.43	25,479.02
Kershaw	11,535.21	815.80	15,717.33	3,766.05	19.82	8,089.87	1,306.10	41,250.18
Kline	1,822.98		2,483.85	595.25		1,278.63	748.47	6,929.18
Lake City	38,949.47	6,998.04	53,071.18	12,719.04	208.87	27,322.07	2,163.77	141,432.44
Lake View	5,433.71	569.64	7,403.74	1,774.34	42.16	3,811.52	468.46	19,503.57
Lamar	7,713.20	1,116.38	10,509.66	2,518.85	22.10	5,410.83	582.14	27,873.16
Landrum	12,389.94	496.17	16,881.91	4,045.65	7.40	8,690.61	159.09	42,670.77
Lane	3,207.66	224.05	4,370.60	1,046.83	41.64	2,248.76	616.33	11,755.87
Latta	10,440.08	1,874.64	14,225.19	3,408.90	134.90	7,322.70	1,980.12	39,386.53
Leesville	13,284.76	506.22	18,101.11	4,338.58	48.26	9,319.79	245.38	45,844.10
Liberty	18,325.44	3,841.19	24,969.88	5,984.45	17.28	12,855.29	637.07	66,630.60
Lincolnvill	4,676.74		6,372.25	1,526.80		3,279.78		15,855.57
Little Mountain	1,631.73		2,223.37	532.91		1,144.68	296.16	5,828.85
Livingston	961.56		1,310.16	313.67		673.81	30.26	3,289.46
Lockhart	494.13		673.26	160.61		345.03	125.15	1,798.18

STATEMENT OF DISTRIBUTIONS TO MUNICIPALITIES, CONTINUED

For the Fiscal Year Ended June 30, 1986

Cities and Towns	Alcoholic Liquors Tax	Bank Tax	Beer and Wine Tax	Motor Transport Fees	Brokers Premium Tax	Income Tax	Accommodations Tax	Totals
Lodge	\$ 841.37	\$	\$ 1,146.38	\$ 274.02	\$	\$ 588.57	\$ 68.44	\$ 2,918.78
Loris	12,690.45	7,825.53	17,291.36	4,143.92	165.41	8,901.69	16.67	51,035.03
Lowndesville	1,141.85		1,555.82	372.23		799.65	415.61	4,285.16
Lowrys	1,302.12		1,774.17	425.15		913.31	319.65	4,734.40
Luray	861.40		1,173.68	281.59	9.25	604.81	372.08	3,302.81
Lyman	12,697.11	318.73	17,300.45	4,145.84		8,905.76	163.03	43,530.92
Lynchburg	3,087.45	553.86	4,206.82	1,009.10	5.24	2,167.59	1,386.01	12,416.07
Mauldin	47,120.12	1,458.66	64,204.75	14,598.40	371.62	33,053.58		160,807.13
Mayesville	3,835.35		5,225.84	1,252.84		2,691.22	112.69	13,117.94
McBee	4,478.81	394.76	6,102.66	1,462.54	9.73	3,141.78	808.25	16,398.53
McClellanville	2,520.80		3,435.27	823.87		1,769.79	.14	8,549.87
McColl	15,490.77	369.33	21,106.95	5,058.54	188.19	10,866.31	3,439.75	56,519.84
McConnells	988.27		1,346.55	323.10		694.11	24.03	3,376.06
Meggett	1,442.35		1,965.25	470.49	5.90	1,010.73		4,894.72
Monetta	1,578.30		2,150.56	515.90		1,108.14	38.76	5,391.66
Mount Carmel	1,055.06		1,437.53	343.93		738.76	863.83	4,439.11
Mount Croghan	843.77		1,149.74	275.88		592.64	152.45	3,014.48
Mount Pleasant	83,696.65	5,303.31	114,042.64	18,167.84	280.94	58,711.40	34,429.54	314,632.32
Mullins	35,114.10	13,125.42	47,845.31	11,466.26	172.60	24,630.86	13,175.47	145,530.02
Myrtle Beach	106,738.00	19,008.05	145,437.56	20,416.49	9,152.67	74,874.88	1,948,708.29	2,324,335.94
Neeses	3,221.00		4,388.79	1,052.52		2,260.94	148.69	11,071.94
New Ellenton	15,206.99	596.77	20,720.91	4,965.91	8.50	10,667.42	373.20	52,539.70
Nichols	3,508.15	2,446.39	4,780.02	1,145.09	12.90	2,459.83	757.82	15,110.20
Ninety Six	13,014.33	782.21	17,733.26	4,249.74	36.23	9,129.00	341.82	45,286.59
Norris	5,226.71		7,121.67	1,706.35	8.13	3,665.40	170.82	17,899.08

STATEMENT OF DISTRIBUTIONS TO MUNICIPALITIES, CONTINUED

STATEMENT OF DISTRIBUTIONS TO MUNICIPALITIES, CONTINUED

For the Fiscal Year Ended June 30, 1986

Cities and Towns	Alcoholic Liquors Tax	Bank Tax	Beer and Wine Tax	Motor Transport Fees	Brokers Premium Tax	Income Tax	Accommodations Tax	Totals
North	\$ 7,546.25	\$ 628.88	\$ 10,282.20	\$ 2,464.08	\$ 25.67	\$ 5,293.12	\$ 237.73	\$ 26,477.93
North Augusta	78,655.95	3,058.03	107,173.86	17,676.02	245.11	55,175.87	4,769.17	266,754.01
North Charleston	361,855.11	13,838.79	493,051.60	45,313.07	1,898.37	253,834.23	325,842.14	1,495,633.31
North Myrtle Beach	22,914.44	9,258.72	31,222.04	7,482.90	5,987.97	16,074.19	589,214.94	682,155.20
Norway	2,997.32	218.28	4,084.63	978.84	6.20	2,102.63	94.43	10,482.33
Olanda	4,044.76	1,800.79	5,511.26	1,320.84	10.00	2,837.34	95.17	15,620.16
Olar	2,206.00		3,005.82	719.96	33.35	1,546.54	930.76	8,442.43
Pacolet	9,001.97	524.41	12,265.65	2,940.21		6,316.03	115.62	31,163.89
Pacolet Mills	6,081.43		8,286.29	1,986.01		4,266.15	78.09	20,697.97
Pageland	15,737.85	1,616.99	21,443.59	5,139.80	36.88	11,040.87	4,232.28	59,248.26
Pamplico	7,018.71	2,447.84	9,563.42	2,292.10	50.01	4,923.74	165.16	26,460.98
Parksville	908.14		1,237.37	296.67		637.29	745.17	3,824.64
Patrick	2,170.20		2,956.97	708.65	8.58	1,522.17	391.59	7,758.16
Pawleys Island	648.87		762.72			518.74	1,060.32	2,990.65
Paxville	1,411.37		1,923.11	461.06		990.42	133.26	4,919.22
Peak	474.09		645.96	154.96		332.86	86.11	1,693.98
Pelion	1,231.07		1,677.45	402.50	10.10	864.60	22.76	4,208.48
Pelzer	754.55		1,028.09	245.68	5.20	527.69	14.63	2,575.84
Pendleton	18,251.04	2,742.07	24,867.98	5,959.88		12,802.53	891.35	65,514.85
Perry	1,578.30		2,150.56	515.90		1,108.14	38.76	5,391.66
Pine Ridge	7,447.04		10,147.55	2,431.94		5,224.11	137.54	25,388.18
Pinewood	3,988.94		5,435.10	1,301.99	15.08	2,796.75	117.11	13,654.97
Plum Branch	420.68		573.18	137.97		296.31	402.40	1,830.54
Pomaria	1,569.23		2,138.12	512.06		1,100.02	284.61	5,604.04
Port Royal	17,226.96	607.79	23,472.55	5,625.42	64.49	12,084.06	4,567.70	63,648.97

STATEMENT OF DISTRIBUTIONS TO MUNICIPALITIES, CONTINUED

For the Fiscal Year Ended June 30, 1986

	Cities and Towns	Alcoholic Liquors Tax	Bank Tax	Beer and Wine Tax	Motor Transport Fees	Brokers Premium Tax	Income Tax	Accommodations Tax	Totals
61	Prosperity	\$ 4,645.75	\$ 749.47	\$ 6,330.12	\$ 1,517.37	\$ 35.99	\$ 3,259.48	\$ 843.34	\$ 17,381.52
	Quinby	5,507.16	594.52	7,503.82	1,798.91		3,864.31	129.62	19,398.34
	Ravenel	9,576.25		13,048.13	3,127.37	6.77	6,717.87	13.61	32,490.00
	Reevesville	1,395.61		1,901.54	455.42		978.25	61.51	4,792.33
	Richburg	1,555.86		2,119.92	508.33		1,091.92	389.93	5,665.96
	Ridge Spring	5,607.33	547.77	7,640.29	1,831.04	11.34	3,933.32	2,955.20	22,526.29
	Ridgeville	3,488.11	387.89	4,752.72	1,139.44	15.99	2,447.66	153.92	12,385.73
	Ridgeway	1,985.65	2,752.87	2,705.57	648.16		1,392.28	783.47	10,268.00
	Rock Hill	204,518.87	42,231.79	278,670.78	29,958.83	1,245.65	143,466.23	41,175.03	741,267.18
	Rowesville	2,246.07		3,060.42	733.22		1,574.95	70.73	7,685.39
	Ruby	1,482.41		2,019.83	483.76	9.64	1,039.14	267.39	5,302.17
	Salem	1,121.82		1,528.51	366.58		787.47	126.96	3,931.34
	Salley	3,381.27	279.59	4,607.15	1,103.52		2,370.54	82.93	11,825.00
	Santee	1,618.38	1,020.41	2,205.16	529.07	22.96	1,136.57	47,206.46	53,739.01
	Scotia	414.00		564.08	136.05		292.26	179.79	1,586.18
	Scranton	4,980.58	341.93	6,786.86	1,626.93		3,494.92	117.23	17,348.45
	Sellers	2,246.07		3,060.42	733.22	5.80	1,574.95	485.25	8,105.71
	Seneca	43,027.65	3,660.78	58,627.95	14,051.23	299.20	30,183.76	9,075.00	158,925.57
	Sharon	1,869.72	959.51	2,547.54	610.33	68.00	1,311.10	45.39	7,411.59
	Silverstreet	1,157.61		1,577.37	377.94		811.82	210.04	4,134.78
	Simpsonville	52,291.02	5,048.29	71,250.29	15,103.24	34.33	36,682.45	5,184.68	185,594.30
	Six Mile	2,720.19	202.87	3,706.41	888.13		1,907.80	88.95	9,514.35
	Smoaks	954.89		1,301.06	311.74	9.31	669.75	77.88	3,324.63
	Smyrna	273.76		373.02	88.78		190.78	6.60	932.94
Snelling	641.04		873.43	209.76		450.57	263.74	2,438.54	

STATEMENT OF DISTRIBUTIONS TO MUNICIPALITIES, CONTINUED

STATEMENT OF DISTRIBUTIONS TO MUNICIPALITIES, CONTINUED

For the Fiscal Year Ended June 30, 1986

Cities and Towns	Alcoholic Liquors Tax	Bank Tax	Beer and Wine Tax	Motor Transport Fees	Brokers Premium Tax	Income Tax	Accommodations Tax	Totals
Society Hill	\$ 4,906.18	\$ 667.71	\$ 6,684.96	\$ 1,602.37	\$ 25.65	\$ 3,442.14	\$ 370.35	\$ 17,699.36
South Congaree	12,226.36		16,659.65	3,992.79		8,576.97	225.82	41,681.59
Springdale	17,270.38		23,532.33	5,640.50	13.50	12,116.54	51,115.00	109,688.25
Springfield	3,494.79	272.66	4,761.82	1,141.31	11.92	2,451.72	110.11	12,244.33
St. Stephens	10,704.77	63.68	14,585.75	3,495.81	44.89	7,509.41	936.57	37,340.88
Starr	1,395.61		1,901.54	455.42		978.25	27.13	4,757.95
Stuckey	1,284.50		1,750.25	419.51		901.13	247.01	4,602.40
Sullivan's Island	10,801.61		14,718.32	3,527.89	22.50	7,578.41	(2,169.46)	34,479.27
Summerton	6,789.26	8,144.84	9,250.72	2,216.54	65.22	4,761.37	5,164.66	36,392.61
Summerville	38,802.56	13,943.60	52,871.02	12,671.82	654.11	27,220.59	1,711.89	147,875.59
Summit	994.95		1,355.64	325.01		698.16	18.38	3,392.14
Surfside Beach	14,595.97	9,390.43	19,887.77	4,765.59	2,064.35	10,237.15	82,505.30	143,446.56
Swansea	5,139.89	623.19	7,003.40	1,678.00	317.19	3,604.51	94.90	18,461.08
Sycamore	1,509.13		2,056.22	493.14		1,059.44	1,011.09	6,129.02
Tatum	583.34		794.91	190.84		409.97	129.81	2,108.87
Tega Cay	12,613.66		17,187.35	4,119.41		8,848.93	306.40	43,075.75
Timmonsville	12,223.01	5,083.33	16,654.46	3,990.86	50.87	8,572.90	287.63	46,863.06
Travelers Rest	17,457.36	4,869.40	23,787.09	5,700.99	195.59	12,246.43	80.40	64,337.26
Trenton	2,339.56	418.67	3,187.80	763.38	32.38	1,639.90	1,138.40	9,520.09
Troy	4,079.10		5,558.58	1,332.14		2,861.69	107.15	13,938.66
Turbeville	3,174.27	1,543.11	4,325.10	1,037.40	35.00	2,228.46	2,877.85	15,221.19
Ulmer	527.52		718.75	171.97	16.54	369.38	352.55	2,156.71
Vance	514.15		700.56	168.19	6.14	361.26	16.22	1,766.52
Varnville	11,272.37	3,757.65	15,359.12	3,680.98	115.55	7,907.20	4,864.63	46,957.50
Wagener	5,226.71	838.58	7,121.67	1,706.35	54.70	3,665.40	128.23	18,741.64

STATEMENT OF DISTRIBUTIONS TO MUNICIPALITIES, CONTINUED

STATEMENT OF DISTRIBUTIONS TO MUNICIPALITIES, CONTINUED

For the Fiscal Year Ended June 30, 1986

Cities and Towns	Alcoholic Liquors Tax	Bank Tax	Beer and Wine Tax	Motor Transport Fees	Brokers Premium Tax	Income Tax	Accommodations Tax	Totals
Ward	\$ 567.58	\$	\$ 773.35	\$ 185.19	\$ 20.37	\$ 397.79	\$ 298.89	\$ 2,243.17
Ware Shoals	13,714.52	1,139.84	18,686.78	4,478.36	237.00	9,620.17	405.33	48,282.00
Waterloo	1,157.61		1,577.37	377.94		811.82	96.05	4,020.79
Wellford	12,399.98		16,896.21	4,049.44	6.02	8,698.74	159.24	42,209.63
West Columbia	60,231.26	7,979.37	82,069.31	15,877.99	720.26	42,251.58	4,430.76	213,560.53
West Pelzer	5,460.43		7,440.12	1,783.83		3,831.82	106.27	18,622.47
West Union	1,736.17		2,365.57	566.90		1,217.74	227.48	6,113.86
Westminster	18,018.28	3,247.45	24,551.35	5,884.32	62.65	12,640.17	3,042.99	67,447.21
Whitmire	11,795.63	670.74	16,072.16	3,851.04	13.83	8,272.52	2,164.62	42,840.54
Williams	1,185.28		1,615.59	387.35		832.13	96.81	4,117.16
Williamston	24,940.18	2,156.03	33,982.23	8,144.29	17.30	17,494.89	485.28	87,220.20
Williston	18,361.24	2,083.65	25,018.73	5,995.79	29.93	12,879.64	10,374.60	74,743.58
Windsor	320.51		436.71	103.92		223.26	7.87	1,092.27
Woodford	1,191.00		1,622.86	389.23		836.18	37.66	4,076.93
Woodruff	29,920.77	6,509.01	40,769.11	9,771.20	34.77	20,989.82	403.49	108,398.17
Woodside	1,208.64		1,646.80	394.93		848.35		4,098.72
Yemassee	4,565.62	407.16	6,220.94	1,490.87		3,202.67	3,535.37	19,422.63
Total Cities and Towns	<u>\$3,134,233.66</u>	<u>\$ 454,330.17</u>	<u>\$4,270,309.87</u>	<u>\$ 823,784.92</u>	<u>\$43,330.16</u>	<u>\$2,201,150.14</u>	<u>\$4,791,982.84</u>	<u>\$15,719,121.76</u>
GRAND TOTAL	<u>\$6,677,636.88</u>	<u>\$1,117,331.04</u>	<u>\$9,098,433.85</u>	<u>\$1,511,637.00</u>	<u>\$89,949.54</u>	<u>\$4,686,788.46</u>	<u>\$6,580,011.74</u>	<u>\$29,761,788.51</u>

STATEMENT OF DISTRIBUTION TO PLANNING DISTRICTS

For the Fiscal Year Ended June 30, 1986

<u>Districts</u>	<u>Amount</u>
Berkeley-Charleston-Dorchester Council, Charleston	\$ 63,572.00
Catawba Regional Planning Council, Rock Hill	45,639.50
Central Midlands Regional Council, Columbia	66,273.75
Low Country Council, Yemassee	37,835.25
Lower Savannah Council of Governments, Aiken	48,019.50
Pee Dee Regional Planning and Development Council, Florence	53,084.25
Santee-Lynches Council for Governments, Sumter	41,589.25
South Carolina Appalachian Council of Governments, Greenville	94,512.00
Upper Savannah Council of Governments, Greenwood	41,631.50
Waccamaw Regional Planning and Development Council, Georgetown	42,311.75
Total	<u>\$534,468.75</u>

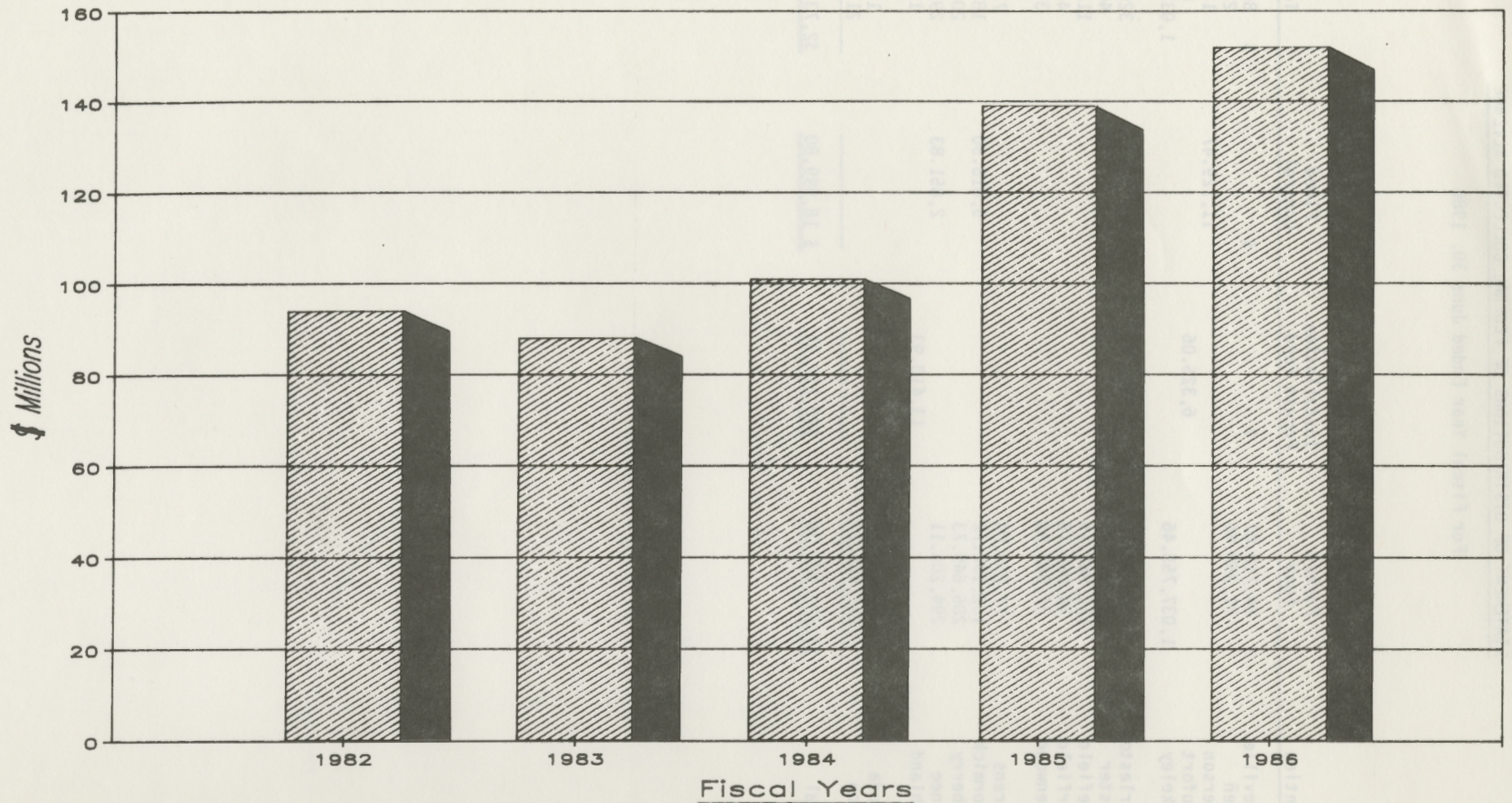
STATEMENT OF DISTRIBUTIONS OF FEDERAL COLLECTED REVENUE

For Fiscal Year Ended June 30, 1986

Counties	National Forest Fund	Military Installation Forest Fund	Flood Control	Total
Abbeville	\$ 84,718.07	\$	\$	\$ 84,718.07
Aiken	22,352.66			22,352.66
Anderson			11,129.47	11,129.47
Beaufort		6,325.06		6,325.06
Berkeley	1,037,755.46			1,037,755.46
Charleston	319,938.49	483.35		320,421.84
Chester	44,705.30			44,705.30
Edgefield	112,862.15			112,862.15
Fairfield	44,066.76			44,066.76
Greenwood	37,892.96			37,892.96
Laurens	77,850.04			77,850.04
McCormick	102,132.72		5,018.50	187,151.22
Newberry	206,649.73			206,649.73
Oconee	294,204.11		2,851.83	297,055.94
Richland		13,410.93		13,410.93
Saluda	15,072.54			15,072.54
Union	217,486.37			217,486.37
Total	<u>\$2,697,687.36</u>	<u>\$20,219.34</u>	<u>\$ 18,999.80</u>	<u>\$2,736,906.50</u>

AID TO SUBDIVISIONS

For Fiscal Years Ended June 30 as Indicated



BONDED INDEBTEDNESS

SUMMARY STATEMENT OF BONDED DEBT AND NOTES

As of June 30, 1986
(Rounded to the nearest Dollar)

GENERAL OBLIGATIONS

School Bonds	\$ 20,250,000
Highway Bonds	24,000,000
State Institution Bonds	20,770,000
State Institution Notes	7,500,000
Ports Authority Bonds	- 0 -
Capital Improvement Bonds	<u>585,995,000</u>

<u>Total</u>	<u>\$658,515,000</u>
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Other Indebtedness	<u>438,143</u>
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<u>Total Bonded Debt and Notes - June 30, 1986 (Note 1)</u>	<u>\$658,953,143</u>
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AMOUNT TO BE PROVIDED FROM

Retail Sales Tax	\$ 5,250,000
State Gasoline Tax	24,000,000
State Institution Tuition Fees	6,675,000
State Income Tax	83,250,000
General Fund Appropriation	<u>539,778,143</u>

<u>Total Funds to be Provided</u>	<u>\$658,953,143</u>
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Note 1: In Fiscal Years 1985-86 and 1986-87, the General Assembly has authorized appropriations for debt service obligations under a contract between the United States of America and the South Carolina Department of Parks, Recreation and Tourism (PRT). The purpose of the contract is to finance construction of public park and recreation facilities at the Richard B. Russell Lake and Dam Project. It is anticipated that PRT will be obligated under the contract to pay the United States \$14,954,786 over a 50-year term with interest at 4.371%. This amount is not included in these totals.

STATEMENT OF CHANGES IN BONDED DEBT AND NOTES

For the Fiscal Year Ended June 30, 1986
(Rounded to the nearest Dollar)

GENERAL OBLIGATIONS	Beginning Balance	Issued	Retired	Ending Balance	Increase (Decrease)
School Bonds	\$ 31,650,000	\$ - 0 -	\$ 11,400,000	\$ 20,250,000	\$ (11,400,000)
Highway Bonds	31,500,000	- 0 -	7,500,000	24,000,000	(7,500,000)
State Institution Bonds	22,870,000 ^a	- 0 -	2,100,000	20,770,000 ^b	(2,100,000)
State Institution Notes	8,750,000	7,500,000	8,750,000	7,500,000	(1,250,000)
Ports Authority Bonds	125,000	- 0 -	125,000	- 0 -	(125,000)
Capital Improvement Bonds	531,750,000	144,745,000	90,500,000	585,995,000 ^c	54,245,000
<u>TOTAL GENERAL OBLIGATIONS</u>	<u>\$626,645,000</u>	<u>\$152,245,000</u>	<u>\$120,375,000</u>	<u>\$658,515,000</u>	<u>\$ 31,870,000</u>
<u>OTHER INDEBTEDNESS</u>	<u>438,143</u>	<u>- 0 -</u>	<u>- 0 -</u>	<u>438,143</u>	<u>- 0 -</u>
<u>TOTAL BONDED DEBT AND NOTES (Note 1)</u>	<u>\$627,083,143</u>	<u>\$152,245,000</u>	<u>\$120,375,000</u>	<u>\$658,953,143</u>	<u>\$ 31,870,000</u>

^aOutstanding in the hands of the public at statement date are a total of \$30,142,000 State Institution Bonds. Of these, however, a total of \$7,272,000 have been defeased by action of the State Budget and Control Board taken on April 20, 1977, December 21, 1978, August 19, 1980, and June 23, 1981, leaving "outstanding" within the statutory definition a total of \$22,870,000 which is shown above.

^bOutstanding in the hands of the public at statement date are a total of \$25,652,000 State Institution Bonds. Of these, however, a total of \$4,882,000 have been defeased by action of the State Budget and Control Board taken on April 20, 1977, December 21, 1978, August 19, 1980, June 23, 1981, May 8, 1984, and May 14, 1985, leaving "outstanding" within the statutory definition a total of \$20,770,000 which is shown above.

^cOutstanding in the hands of the public at statement date are a total of \$635,995,000 State Capital Improvement Bonds. Of these, however, a total of \$50,000,000 have been defeased by action of the State Budget and Control Board taken on April 22, 1986, leaving "outstanding" within the statutory definition a total of \$585,995,000 which is shown above.

STATEMENT OF GENERAL FUND DEBT SERVICE EXPENDITURES

For the Fiscal Year Ended June 30, 1986

	<u>Amount</u>
Agricultural College Perpetual Stock	\$ 11,508
Clemson Perpetual Stock	3,512
Richard B. Russell Project	197,328
Institution Bonds	3,169,257
School Bonds	12,856,623
Highway Bonds	8,999,926
State Ports Authority Bonds	129,250
Capital Improvement Bonds	<u>81,370,542</u>
Total Expenditures	\$106,737,946
Less: Interest on Debt	\$44,833,610
Paying Agent Fees	66,988
Agricultural College Perpetual Stock Interest	11,508
Clemson Perpetual Stock Interest	3,512
Richard B. Russell Project Interest	<u>174,079</u>
	<u>\$ 45,089,697</u>
 Principal Paid From:	
General Fund Appropriations	\$ 61,648,249
USC Institution Bond Anticipation Notes paid from Note Proceeds	2,400,000
USC Institution Bond Anticipation Notes paid from Tuition Fees	650,000
MUSC Institution Bond Anticipation Notes paid from Note Proceeds	4,000,000
MUSC Institution Bond Anticipation Notes paid from Tuition Fees	500,000
Tri-County Tec Inst Bond Anticipation Notes paid from Note Proceeds	900,000
Tri-County Tec Inst Bond Anticipation Notes paid from Tuition Fees	<u>300,000</u>
Total Bonds and Notes Retired	<u>\$ 70,398,249</u>

STATEMENT OF BONDED DEBT AND NOTES

As of June 30, 1986
(Rounded to the nearest Dollar)

				AMOUNT			
Date of Bond	Description of Bond	Rate of Interest (Low/High)	Original Issue	Retired Prior to 07-01-85	1985-86 IssuedRetired	Outstanding 06-30-86	
	GENERAL OBLIGATIONS School Bonds						
10-01-71	State School Bonds	3.50/4.50	\$ 11,750,000	\$ 10,500,000	\$ - 0 -	\$ 1,250,000	\$ - 0 -
10-01-72	State School Bonds	3.50/4.50	23,800,000	19,800,000	- 0 -	2,000,000	2,000,000
12-01-73	State School Bonds	4.25/5.00	13,500,000	11,000,000	- 0 -	1,250,000	1,250,000
12-01-74	State School Bonds	5.30/6.00	14,200,000	10,200,000	- 0 -	2,000,000	2,000,000
04-01-76	State School Bonds	4.10/5.10	13,600,000	11,600,000	- 0 -	2,000,000	- 0 -
03-01-78	State School Bonds	4.50/5.50	27,425,000	13,425,000	- 0 -	2,000,000	12,000,000
04-01-81	State School Bonds	7.60/9.10	5,900,000	2,000,000	- 0 -	900,000	3,000,000
	<u>Total School Bonds</u>		\$ 110,175,000	\$ 78,525,000	\$ - 0 -	\$ 11,400,000	\$ 20,250,000

STATEMENT OF BONDED DEBT AND NOTES

As of June 30, 1986
(Rounded to the nearest Dollar)

Date of Bond	Description of Bond	Rate of Interest (Low/High)	AMOUNT				Outstanding 06-30-86
			Original Issue	Retired Prior to 07-01-85	1985-86		
					Issued	Retired	
	Highway Bonds						
10-01-71	State Highway Bonds	3.50/4.50	\$ 15,000,000	\$ 13,000,000	\$ - 0 -	\$ 1,000,000	\$ 1,000,000
04-01-73	State Highway Bonds	4.50/5.00	35,000,000	27,500,000	- 0 -	2,500,000	5,000,000
02-01-74	State Highway Bonds	5.30/6.00	30,000,000	20,000,000	- 0 -	2,000,000	8,000,000
02-01-76	State Highway Bonds	4.25/5.25	30,000,000	18,000,000	- 0 -	2,000,000	10,000,000
	<u>Total Highway Bonds</u>		\$ 110,000,000	\$ 78,500,000	\$ - 0 -	\$ 7,500,000	\$ 24,000,000
	State Institution Bonds and Notes						
09-01-77	University of South Carolina	4.00/4.75	\$ 5,200,000	\$ 2,400,000	\$ - 0 -	\$ 400,000	\$ 2,400,000
12-01-78	University of South Carolina	5.10/6.00	9,700,000	1,800,000	- 0 -	500,000	7,400,000
03-29-85	University of South Carolina						
	Bond Anticipation Notes	5.49	3,050,000	- 0 -	- 0 -	3,050,000	- 0 -
03-28-86	University of South Carolina						
	Bond Anticipation Notes	4.60	- 0 -	- 0 -	2,600,000	- 0 -	2,600,000
	<u>Total University of South Carolina Bonds and Notes</u>		\$ 17,950,000	\$ 4,200,000	\$ 2,600,000	\$ 3,950,000	\$ 12,400,000
	The Citadel						
09-01-77	The Citadel	4.00/4.75	\$ 2,600,000	\$ 1,200,000	\$ - 0 -	\$ 200,000	\$ 1,200,000
12-01-78	The Citadel	5.10/6.00	1,015,000	270,000	- 0 -	50,000	695,000
	<u>Total Citadel Bonds</u>		\$ 3,615,000	\$ 1,470,000	\$ - 0 -	\$ 250,000	\$ 1,895,000

STATEMENT OF BONDED DEBT AND NOTES

As of June 30, 1986
(Rounded to the nearest Dollar)

Date of Bond	Description of Bond	Rate of Interest (Low/High)	AMOUNT				
			Original Issue	Retired Prior to 07-01-85	1985-86		Outstanding 06-30-86
					Issued	Retired	
State Institution Bonds and Notes (cont.)							
09-01-77	Clemson University	4.00/4.75	\$ 3,300,000	\$ 1,550,000	\$ - 0 -	\$ 250,000	\$ 1,500,000
12-01-78	Clemson University	5.10/6.00	7,000,000	700,000	- 0 -	300,000	6,000,000
	<u>Total Clemson University Bonds</u>		\$ 10,300,000	\$ 2,250,000	\$ - 0 -	\$ 550,000	\$ 7,500,000
09-01-77	Winthrop College	4.00/4.75	\$ 925,000	\$ 700,000	\$ - 0 -	\$ 100,000	\$ 125,000
	<u>Total Winthrop College Bonds</u>		\$ 925,000	\$ 700,000	\$ - 0 -	\$ 100,000	\$ 125,000
09-01-77	Medical University	4.00/4.75	\$ 3,850,000	\$ 2,100,000	\$ - 0 -	\$ 300,000	\$ 1,450,000
05-22-85	Medical University Bond Anticipation Notes	5.25	4,500,000	- 0 -	- 0 -	4,500,000	- 0 -
05-22-86	Medical University Bond Anticipation Notes	4.38	- 0 -	- 0 -	4,000,000	- 0 -	4,000,000
	<u>Total Medical University Bonds</u>		\$ 8,350,000	\$ 2,100,000	\$ 4,000,000	\$ 4,800,000	\$ 5,450,000
10/01/84	Tri-County Tec	7.00	\$ 1,200,000	\$ - 0 -	\$ - 0 -	\$ 1,200,000	\$ - 0 -
10/01/85	Tri-County Tec	5.90	- 0 -	- 0 -	900,000	- 0 -	900,000
	<u>Total Tri-County Tec Notes</u>		\$ 1,200,000	\$ - 0 -	\$ 900,000	\$ 1,200,000	\$ 900,000
	<u>Total State Institution Bonds and Notes</u>		\$ 42,340,000	\$ 10,720,000	\$ 7,500,000	\$ 10,850,000	\$ 28,270,000

STATEMENT OF BONDED DEBT AND NOTES

As of June 30, 1986
(Rounded to the nearest Dollar)

Date of Bond	Description of Bond	Rate of Interest (Low/High)	AMOUNT				Outstanding 06-30-86
			Original Issue	Retired Prior to 07-01-85	1985-86		
					Issued	Retired	
04-01-66	Ports Authority Bonds State Ports Authority Bonds	3.40	\$ 2,500,000	\$ 2,375,000	\$ - 0 -	\$ 125,000	\$ - 0 -
	<u>Total Ports Authority Bonds</u>		\$ 2,500,000	\$ 2,375,000	\$ - 0 -	\$ 125,000	\$ - 0 -
	Capital Improvement Bonds						
10-01-70	Capital Improvement Bonds	4.00/5.00	\$ 22,700,000	\$ 20,700,000	\$ - 0 -	\$ 2,000,000	\$ - 0 -
03-01-71	Capital Improvement Bonds	3.50/4.50	25,000,000	19,000,000	- 0 -	3,000,000	3,000,000
10-01-71	Capital Improvement Bonds	3.50/4.50	10,740,000	8,490,000	- 0 -	750,000	1,500,000
03-01-72	Capital Improvement Bonds	3.75/4.50	40,940,000	29,940,000	- 0 -	3,500,000	7,500,000
10-01-72	Capital Improvement Bonds	3.50/4.50	25,000,000	24,000,000	- 0 -	1,000,000	- 0 -
12-01-73	Capital Improvement Bonds	4.25/5.00	35,000,000	24,000,000	- 0 -	2,750,000	8,250,000
12-01-74	Capital Improvement Bonds	5.30/6.00	20,000,000	10,000,000	- 0 -	2,000,000	8,000,000
10-01-76	Capital Improvement Bonds	4.00/5.00	70,000,000	40,000,000	- 0 -	5,000,000	25,000,000
09-01-77	Capital Improvement Bonds	4.00/4.75	48,000,000	15,500,000	- 0 -	2,500,000	30,000,000
03-01-78	Capital Improvement Bonds	4.50/5.50	38,000,000	10,000,000	- 0 -	2,000,000	26,000,000
04-01-81	Capital Improvement Bonds	7.60/9.10	60,000,000	11,000,000	- 0 -	4,000,000	45,000,000
06-01-82	Capital Improvement Bonds	10.00/11.00	100,000,000	5,000,000	- 0 -	55,000,000	40,000,000
12-01-82	Capital Improvement Bonds	8.00/9.00	115,000,000	5,000,000	- 0 -	5,000,000	105,000,000
10-13-83	Capital Improvement Bonds	7.50/8.50	65,000,000	1,000,000	- 0 -	2,000,000	62,000,000
03-12-85	Capital Improvement Bonds	8.00/9.00	80,000,000	- 0 -	- 0 -	- 0 -	80,000,000
04-01-86	Capital Improvement Bonds	5.60/6.50	- 0 -	- 0 -	85,000,000	- 0 -	85,000,000
06-12-86	Capital Improvement Bonds	6.30/6.75	- 0 -	- 0 -	59,745,000	- 0 -	59,745,000
	<u>Total Capital Improvement Bonds</u>		\$ 755,380,000	\$223,630,000	\$144,745,000	\$ 90,500,000	\$585,995,000
	<u>TOTAL GENERAL OBLIGATIONS</u>		\$1,020,395,000	\$393,750,000	\$152,245,000	\$120,375,000	\$658,515,000

STATEMENT OF BONDED DEBT AND NOTES

As of June 30, 1986
(Rounded to the nearest Dollar)

		AMOUNT					
Date of Bond	Description of Bond	Rate of Interest (Low/High)	Original Issue	Retired Prior to 07-01-85	1985-86		Outstanding 06-30-86
					Issued	Retired	
<u>OTHER INDEBTEDNESS</u>							
	Agricultural College Stock						
1894	Agricultural College Stock---Clemson	6.00					\$ 95,900
1894	Agricultural College Stock---State College	6.00					95,900
1894	Perpetual Stock---Clemson	6.00					58,539
	<u>Total Agricultural College Stock</u>						<u>\$ 250,339</u>
	Old Issues (Presentation Doubtful)						187,804
	<u>TOTAL OTHER INDEBTEDNESS</u>						<u>\$ 438,143</u>
	<u>TOTAL BONDED DEBT AND NOTES (Note 1)</u>						<u>\$658,953,143</u>

(Rounded to the nearest Dollar)
As of June 30, 1986

BONDED DEBT AND NOTES BY YEAR OF MATURITY

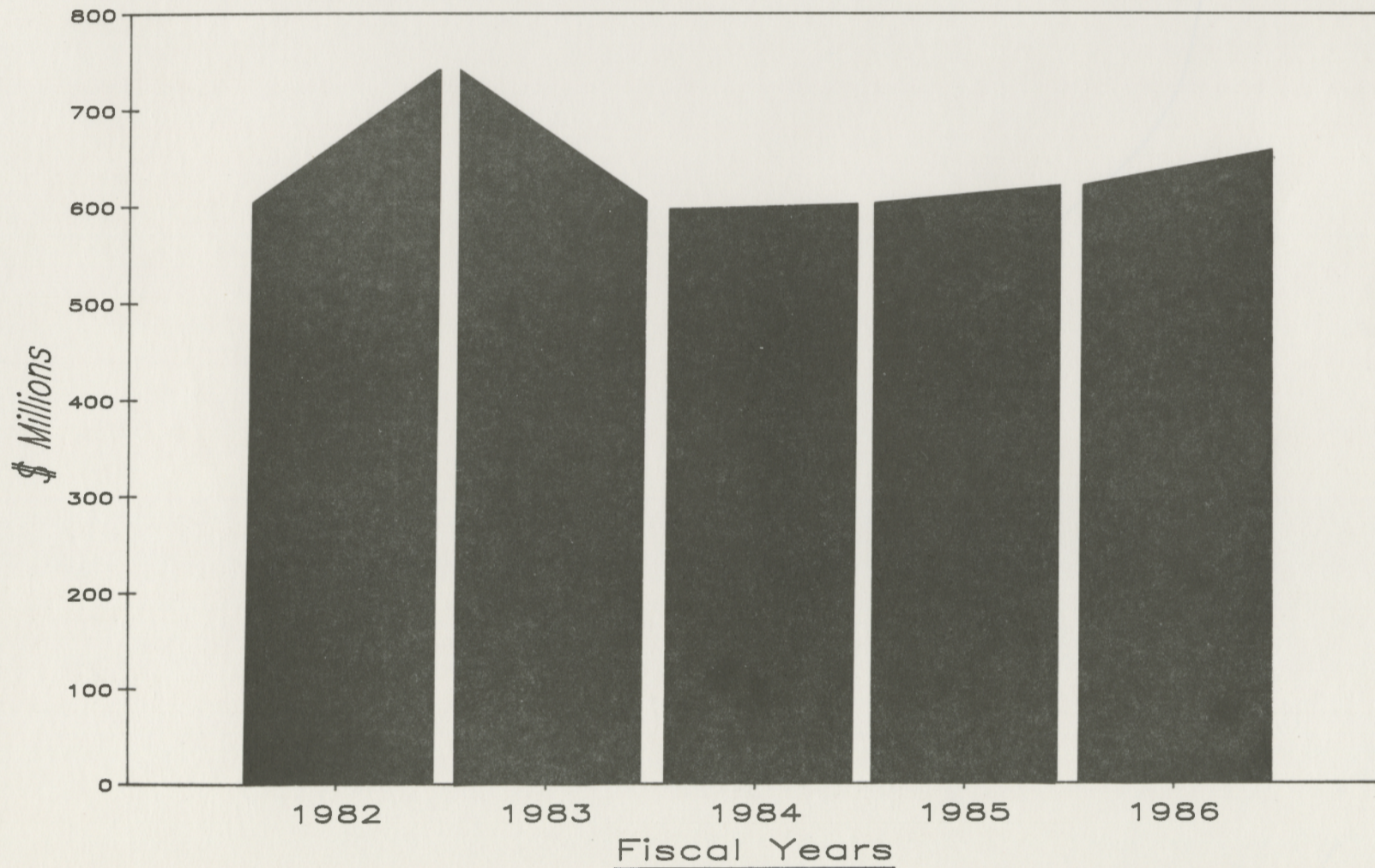
BONDED DEBT AND NOTES BY YEARS OF MATURITY

As of June 30, 1986
(Rounded to the nearest Dollar)

GENERAL OBLIGATIONS	1986-87	1987-88	1988-89	1989-90	1990-91	1991-92	1992-93	1993-94	1994-95
School Bonds	\$ 8,250,000	\$ 3,500,000	\$ 3,500,000	\$ 2,500,000	\$ 2,500,000	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -
Highway Bonds	7,500,000	6,500,000	4,000,000	4,000,000	2,000,000	- 0 -	- 0 -	- 0 -	- 0 -
State Institution Bonds	2,180,000	2,310,000	2,410,000	2,670,000	2,775,000	2,725,000	1,975,000	1,975,000	875,000
State Institution Notes	7,500,000	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -
Ports Authority Bonds	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -
Capital Improvement Bonds	44,445,000	50,445,000	47,945,000	48,695,000	48,695,000	40,695,000	43,595,000	44,345,000	45,030,000
<u>Total General Obligations</u>	<u>\$69,875,000</u>	<u>\$62,755,000</u>	<u>\$57,855,000</u>	<u>\$57,865,000</u>	<u>\$55,970,000</u>	<u>\$43,420,000</u>	<u>\$45,570,000</u>	<u>\$46,320,000</u>	<u>\$ 45,905,000</u>
=====									
GENERAL OBLIGATIONS	1995-96	1996-97	1997-98	1998-99	1999-2000	2000-2001	2001-2002	2002-2003	TOTALS
School Bonds	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ 20,250,000
Highway Bonds	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	24,000,000
State Institution Bonds	875,000	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	20,770,000
State Institution Notes	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	7,500,000
Ports Authority Bonds	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -
Capital Improvement Bonds	41,215,000	37,890,000	29,000,000	18,000,000	18,000,000	14,000,000	7,000,000	7,000,000	585,995,000
<u>Total General Obligations</u>	<u>\$42,090,000</u>	<u>\$37,890,000</u>	<u>\$29,000,000</u>	<u>\$18,000,000</u>	<u>\$18,000,000</u>	<u>\$14,000,000</u>	<u>\$ 7,000,000</u>	<u>\$ 7,000,000</u>	<u>\$658,515,000</u>
=====									
OTHER INDEBTEDNESS									\$ 438,143
<u>Total Outstanding</u>									<u>\$658,953,143</u>

TOTAL BONDED DEBT AND NOTES

Outstanding at June 30 for the Years Indicated



COMPARATIVE STATEMENT OF RECEIPTS OF INVESTMENT EARNINGS

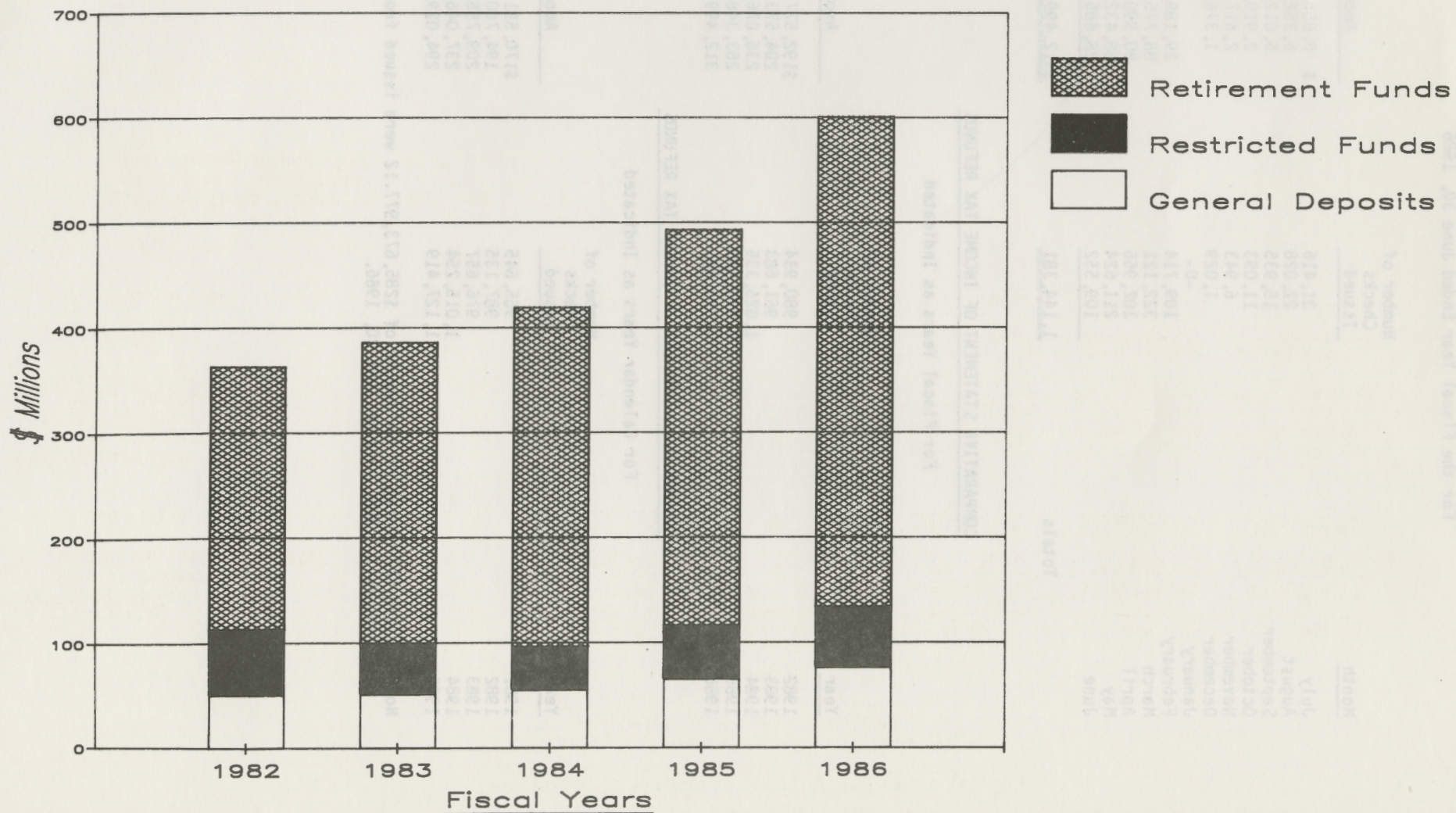
For Fiscal Years Ended June 30 as Indicated
(Rounded to the nearest Dollar)

Funds Invested	1982	1983	1984	1985	1986
State and Agency Accounts:					
General Deposits	\$ 51,024,172	\$ 51,563,353	\$ 55,902,331	\$ 66,239,291	\$ 76,858,132
Restricted Funds (See Note)	61,898,204	47,006,320	39,710,857	49,649,151	56,669,278
Sub-Totals	<u>\$112,922,376</u>	<u>\$ 98,569,673</u>	<u>\$ 95,613,188</u>	<u>\$115,888,442</u>	<u>\$133,527,410</u>
Retirement Funds:					
State Employees	\$233,225,792	\$266,582,137	\$298,553,883	\$346,876,186	\$427,347,816
Police Officers	16,813,532	20,138,914	23,664,389	29,069,370	37,436,075
General Assembly	740,453	812,583	1,016,635	1,136,831	1,525,158
Judges and Solicitors	671,000	830,333	1,113,281	1,354,278	2,187,412
Sub-Totals	<u>\$251,450,777</u>	<u>\$288,363,967</u>	<u>\$324,348,188</u>	<u>\$378,436,665</u>	<u>\$468,496,461</u>
TOTAL ALL FUNDS	<u><u>\$364,373,153</u></u>	<u><u>\$386,933,640</u></u>	<u><u>\$419,961,376</u></u>	<u><u>\$494,325,107</u></u>	<u><u>\$602,023,871</u></u>

Note: Restricted Funds include Employment Security Funds credited to a trust fund account in Washington, D. C., and is not subject to withdrawal under normal circumstances. (See Comments, page 20, for further details.)

COMPARATIVE STATEMENT OF RECEIPTS OF INVESTMENT EARNINGS

For Fiscal Years Ended June 30 as Indicated



INCOME TAX REFUNDS

For the Fiscal Year Ended June 30, 1986

Month	Number of Checks Issued	Amount
July	31,416	\$ 8,656,042.43
August	22,028	6,252,374.99
September	15,935	5,012,374.24
October	11,053	2,910,486.96
November	6,943	2,617,151.03
December	1,029	1,376,808.28
January	-0-	-0-
February	109,714	29,189,546.76
March	322,121	88,775,912.52
April	302,966	80,590,702.55
May	211,624	58,432,477.68
June	109,552	28,685,337.61
Totals	<u>1,144,381</u>	<u>\$312,499,215.05</u>

COMPARATIVE STATEMENT OF INCOME TAX REFUNDS

For Fiscal Years as Indicated

Year	Number of Checks Issued	Amount
1982	980,934	\$192,577,637.08
1983	961,683	204,573,756.38
1984	1,025,335	236,076,059.17
1985	1,094,498	283,348,043.42
1986	1,144,381	312,499,215.05

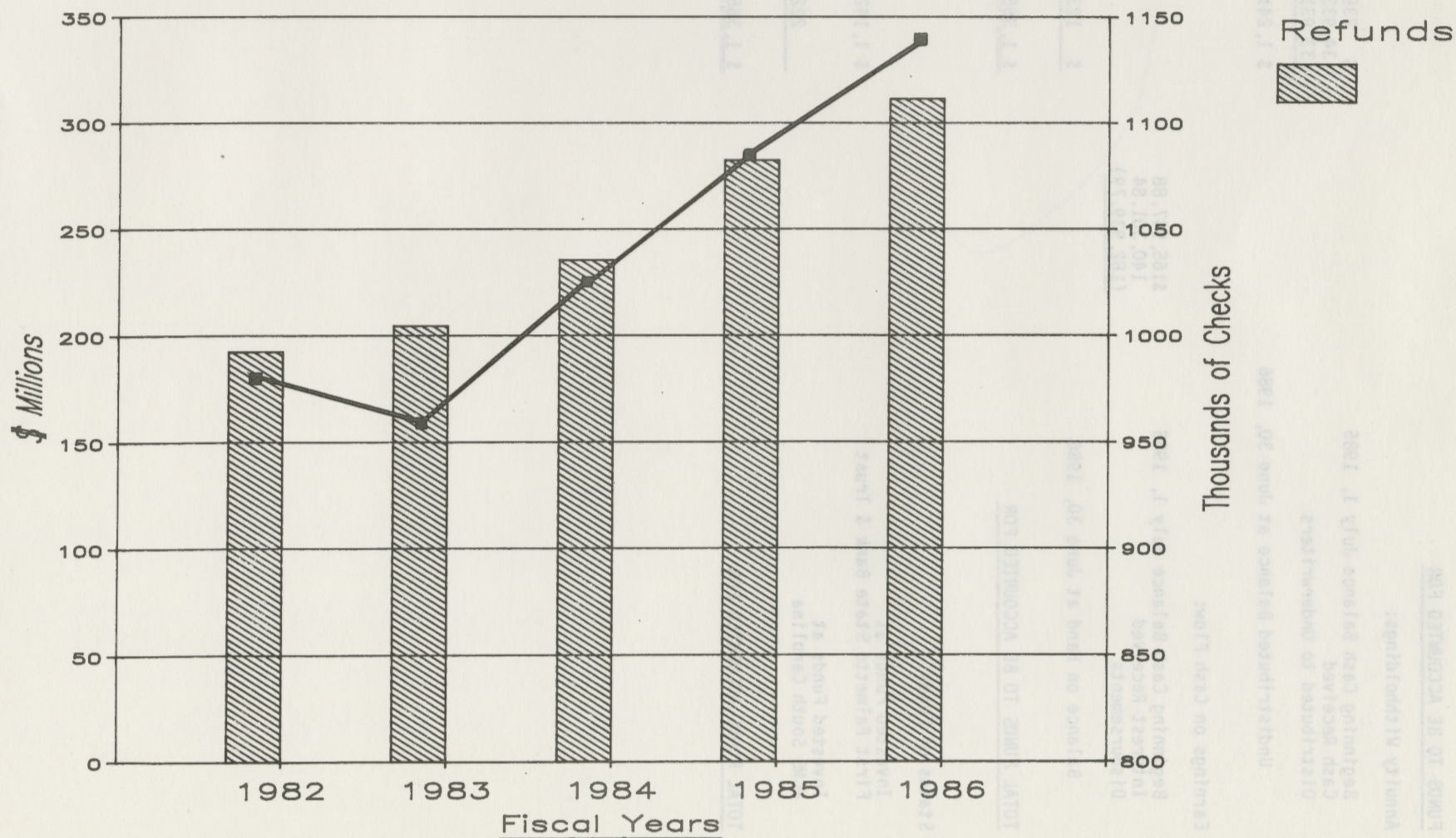
COMPARATIVE STATEMENT OF INCOME TAX REFUNDS

For Calendar Years as Indicated

Year	Number of Checks Issued	Amount
1981	965,645	\$170,551,454.29
1982	987,135	194,760,648.54
1983	976,657	209,755,648.69
1984	1,015,254	237,046,023.87
1985	1,127,419	294,029,885.87

Note: 1,055,977 checks in the amount of \$285,673,977.12 were issued from January 1, 1986, through June 30, 1986.

COMPARISON OF INCOME TAX REFUNDS AND NUMBER OF CHECKS ISSUED For Fiscal Years Ended June 30 as Indicated



NOTE: BARS REPRESENTING REFUNDS USE LEFT SCALE; LINE REPRESENTING CHECKS USE RIGHT SCALE.

DEFERRED COMPENSATION PLAN
STATEMENT OF ACTIVITY

As of June 30, 1986

FUNDS TO BE ACCOUNTED FOR

Annuity Withholdings:

Beginning Cash Balance July 1, 1985	\$ 239,803.84
Cash Received	34,933,228.09
Distributed to Underwriters	<u>(33,931,330.04)</u>

Undistributed Balance at June 30, 1986	\$ 1,241,701.89
--	-----------------

Earnings on Cash Flow:

Beginning Cash Balance July 1, 1985		\$165,947.88
Interest Received		140,301.84
Disbursements		<u>(182,939.79)</u>

Balance on Hand at June 30, 1986	\$ 123,309.93
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TOTAL FUNDS TO BE ACCOUNTED FOR

\$ 1,365,011.82

Status of Funds

Invested Funds at First Palmetto State Bank & Trust	\$ 1,142,048.94
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Invested Funds at NCNB South Carolina	<u>222,962.88</u>
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TOTAL FUNDS ACCOUNTED FOR

\$ 1,365,011.82

LOCAL GOVERNMENT INVESTMENT POOL
STATEMENT OF ACTIVITY

For the Fiscal Year Ended June 30, 1986

FUNDS TO BE ACCOUNTED FOR

Beginning Cash Balance July 1, 1985		
Pool Participation	\$ 73,702,890.50	
Fixed Rate Option	24,693,334.92	
Reserve for Contingency	<u>220,029.97</u>	\$ 98,616,255.39
Funds Deposited:		
Pool Participation		\$313,103,174.13
Interest Earned:		
Pool Participation	\$ 12,320,131.18	
Fixed Rate Option	2,012,371.44	
Administrative Fee	<u>321,280.92</u>	\$ 14,653,783.54
Less Funds Withdrawn:		
Pool Participation	\$239,787,039.86	
Fixed Rate Option	<u>6,979,487.00</u>	<u>\$246,766,526.86</u>
<u>TOTAL FUNDS TO BE ACCOUNTED FOR JUNE 30, 1986</u>		<u>\$179,606,686.20</u>

STATUS OF FUNDS

Cash and Investments:		
Pool Participation	\$159,339,155.95	
Fixed Rate Option	19,726,219.36	
Reserve for Contingency	<u>541,310.89</u>	<u>\$179,606,686.20</u>